

CALIFORNIA HORSE RACING BOARD
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REGULAR MEETING

of the California Horse Racing Board will be held on, **Thursday, October 14, 2004**, commencing at 9:30 a.m., at the Arcadia City Hall, 240 West Huntington Drive, Arcadia, California.

AGENDA

Action Items

1. Discussion and action by the Board on the approval of the **minutes of the regular meeting of August 19, 2004.**
2. Presentation of the **California Horse Racing Board Resolution to Roy C. Wood, Jr.**
3. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Los Alamitos Quarter Horse Racing Association (Q)**, from December 26, 2004 through December 18, 2005, inclusive.
4. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of Capitol Racing, LLC. (T)**, from January 7, 2005 through July 30, 2005, inclusive.
5. Discussion and action by the Board on the approval of the **Race Dates calendar for 2005 for Central and Southern Thoroughbred meets and fairs.**
6. Discussion and action by the Board on the **Application for License to Conduct a Horse Racing Meeting of the Los Angeles Turf Club (T)**, from December 26, 2004 through April 18, 2005, inclusive.
7. Discussion and action by the Board on the **request by Hollywood park to implement the 10-day veterinarian's list** for any horse scratched after scratch time (late scratches), except for horses scratched at the gate.
8. Discussion by the Board on the **California Performance Review Commission Report.**
9. Staff report on the following concluded race meetings:
 - A. **Del Mar Thoroughbred Club** at Del Mar from July 21 through September 8, 2004.
 - B. **California Exposition and State Fair** at Sacramento from August 25 through September 6, 2004.
 - C. **Los Angeles County Fair** at Pomona from September 10 through September 26, 2004.

Committee Report

10. Report of the **Ad Hoc Security Committee**
Commissioner William Bianco, Chairman

Other Business

11. **General Business:** Communications, reports, requests for future action of the Board.
12. **Old Business:** Issues that may be raised for discussion purposes only, which have already been brought before the Board.
13. **Executive Session:** For the purpose of receiving advice from counsel, considering pending litigation, reaching decisions on administrative licensing and disciplinary hearings, and personnel matters, as authorized by Section 11126 of the Government Code.
- A. Personnel – Closed session for the purpose of considering the appointment of an Executive Director pursuant to Government Code section 11126 (a).
 - B. Board may convene an Executive Session to consider any of the attached pending litigation.
 - C. The Board may also convene an Executive Session to consider any of the attached pending administrative licensing and disciplinary hearings.

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

CALIFORNIA HORSE RACING BOARD

John C. Harris, Chairman
William A. Bianco, Member
Sheryl L. Granzella, Member
Marie G. Moretti, Member
Jerry Moss, Member
John C. Sperry, Member
Roy C. Wood, Jr., Executive Director

NEW-1

PROCEEDINGS of the Regular Meeting of the **California Horse Racing Board** held at the **Del Mar Satellite Wagering Facility**, 2260 Jimmy Durante Boulevard, Del Mar, California, on **August 19, 2004**.

Present: John C. Harris, Chairman
 Roger H. Licht, Vice-Chairman
 William A. Bianco, Member
 Marie G. Moretti, Member
 Jerry Moss, Member
 John C. Sperry, Member
 Roy C. Wood, Jr., Executive Director
 Derry L. Knight, Deputy Attorney General

MINUTES

Chairman Harris asked for approval of the minutes of the Regular Board Meeting of June 3, 2004. Commissioner Moss said he asked the Thoroughbred Owners of California to comment about the Thoroughbred Owners and Breeders Association (TOBA) race series, the TCT, not the TOBA in general. Commissioner Moss **motioned** to approve the minutes, subject to his correction. Vice-Chairman Licht **seconded** the motion, which was **unanimously carried**.

DISCUSSION AND ACTION BY THE BOARD ON THE APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE OAK TREE RACING ASSOCIATION (T), FROM SEPTEMBER 29 THROUGH OCTOBER 31, 2004, INCLUSIVE.

Roy Minami, CHRB staff, said Oak Tree Racing Association (OTRA) proposed to run 26 days, six days less than in 2003, for a total of 223 races. The first post time would be 1:00 p.m. Wednesdays and Thursdays, 2:30 p.m. Fridays and 12:30 p.m. weekends and holidays. Mr. Minami stated the fire clearance was missing from the application. He stated staff recommended approval of the application conditioned upon receipt of the fire clearance. Vice-

Chairman Licht **motioned** to approve the application for license to conduct a horse racing meeting of OTRA. Commissioner Moretti **seconded** the motion, which was **unanimously carried**.

DISCUSSION AND ACTION BY THE BOARD ON THE APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE FRESNO DISTRICT FAIR (F), FROM OCTOBER 6 THROUGH OCTOBER 17, 2004, INCLUSIVE.

Roy Minami, CHRB staff, said the Fresno District Fair (FDF) proposed to run 11 days for a total of 98 races. The first post time would be 12:37 p.m. Saturday and Sunday, 12:45 p.m. Friday and 1:30 p.m. Monday, Wednesday and Thursday. The fire clearance, the Thoroughbred Owners of California sign-off and the contract with Scientific Games were missing from the application. Mr. Minami said staff recommended approval of the application conditioned upon the receipt of the missing items. Commissioner Sperry **motioned** to approve the application for license to conduct a horse racing meeting of FDF. Vice-Chairman Licht **seconded** the motion, which was **unanimously carried**.

DISCUSSION AND ACTION BY THE BOARD ON THE REQUEST OF THE BAY MEADOWS OPERATING COMPANY TO AMEND THEIR LICENSE APPLICATION TO CHANGE THE COMMENCEMENT OF THE RACING MEETING FROM SEPTEMBER 3, 2004 TO SEPTEMBER 4, 2004.

John Reagan, CHRB staff, said Bay Meadows Operating Company (BMOC) submitted a request to commence its meeting on September 4, instead of September 3. This would reduce the overlap by one day. Mr. Reagan said staff recommended approval of the item. Scott Daruty of Magna Entertainment said the request by BMOC was made subject to the approval

of Thoroughbred Owners of California (TOC). He stated TOC did not support the idea, so he asked that the item be withdrawn from the agenda. Chairman Harris inquired if Cal-Expo supported the reduction. Dave Elliot of Cal-Expo said his organization supported BMOC's request. Drew Couto of TOC said the opposition within his organization came from Northern California directors who were concerned with Cal-Expo's decision not to run a day of overlap with Del Mar. Instead, Cal-Expo asked BMOC to give up a day of overlap, which was unnecessary from TOC's perspective.

DISCUSSION AND ACTION BY THE BOARD ON THE APPROVAL OF THE RACE DATES CALENDAR FOR 2005.

Commissioner Moretti said the Race Dates committee (committee) met on July 23, 2004, at Del Mar to discuss the 2005-racing calendar. She stated the committee first discussed the northern calendar. Bay Meadows Operating Company (BMOC) and Golden Gate Fields (GGF) proposed a compromise schedule wherein the number of days of thoroughbred racing was in order of zone. The entities would continue negotiations regarding overlap days. Commissioner Moretti said the committee then heard from the southern thoroughbred and fair circuit. She stated Los Angeles Turf Club (LATC) requested the committee expand the proposed 2005 dates by one week in April. This would move the other associations one week further into the racing calendar. The proposal was not well received by the other associations. A compromise was proposed but a resolution was not reached. Commissioner Moretti said the harness industry asked the committee to allocate a full year of racing, but as Capitol Racing would only run through July 2005, the calendar will remain open until Cal-Expo's request for quote process regarding its facility lease was completed. There was no controversy regarding

the proposed 2005 race dates for quarter horses at Los Alamitos Race Course (LARC). John Reagan, CHRB staff, said the proposed race dates for thoroughbred meetings in the central and southern zones were: LATC winter meeting, 85 days, from December 26, 2004, through April 18, 2005; Churchill Downs California Operating Company (CDOC), 65 days, from April 20 through July 17, 2005; Del Mar Thoroughbred Club, 43 days, from July 20 through September 7, 2005; LATC fall meeting, 31 days, from September 28 through November 6, 2005; CDOC, 31 days, from November 9 through December 19, 2005; Los Angeles County Fair Pomona, 17 days, from September 9 through September 25, 2005. For the northern zone: GGF, 28 days, from December 26, 2004, through January 30, 2005; BMOC, 72 days, from February 2 through May 8, 2005; GGF, 28 days, from May 11 through June 19, 2005; BMOC, 33 days, from September 3 through October 16, 2005; GGF, 46 days, from October 19 through December 19, 2005. Northern fairs: San Joaquin County Fair, 10 days, from June 15 through June 26, 2005; Alameda County Fair, 11 days, from June 29 through July 10, 2005; Solano County Fair, 11 days, from July 13 through July 25, 2005; Sonoma County Fair, 12 days, from July 27 through August 8, 2005; San Mateo County Fair and Exposition, 12 days, from August 10 through August 22, 2005; Humboldt County Fair, 10 days, from August 11 through August 21, 2005; California Exposition and State Fair, 12 days, from August 24 through September 5, 2005; Big Fresno Fair, 11 days, from October 5 through October 16, 2005. Night Industry: LATC, 204 days, from December 26, 2004, through December 18, 2005; Cal-Expo, 134 days, from December 26, 2004, through July 30, 2005. Vice-Chairman Licht said the issue with LATC was that it wished to continue an extra week, and it did not agree with the committee's solution. Commissioner Moretti said on the originally proposed

calendar LATC lost some days; however, the committee's subsequent proposal mitigated the loss. The committee attempted to seek a means of consensus, but there appeared to be none among the associations, so the committee arrived at its own compromise. Commissioner Moretti stated northern California thoroughbred days were divided and the northern fairs indicated they were satisfied with the 2005 date allocation. The harness dates were proposed through July 2005 as Cal-Expo was conducting an RFQ process regarding the extension of its facility lease. Commissioner Moretti said there were no issues with the quarter horse dates. Chairman Harris asked if there was any consideration given to the overlap with Fresno. Commissioner Moretti said the committee asked the fairs and association to discuss the overlap. The committee offered to present a pilot program to eliminate the Stockton and State Fair overlap for 2005 as it was concerned with field size. Chris Korby of the California Authority of Racing Fairs said his organization supported the committee's recommendation. Chairman Harris said he wondered if six-day weeks in January and February were well advised in northern California. Jack Liebau of BMOC said his organization endorsed the committee's recommendations. Chairman Harris asked if there was a Monday, or Wednesday in January or February where BMOC was dark, but the south was running, could BMOC open to simulcast the southern California program for that day? Mr. Liebau said BMOC opened several times under such circumstances, but was not very successful. He added BMOC did not believe six-day weeks would be a problem. Drew Couto of Thoroughbred Owners of California (TOC) said his organization favored five-day weeks. He stated a serious shortage of starters would make it difficult to sustain six-day weeks. Mr. Couto said the TOC board discussed the issue with the associations who believed the schedule developed by the committee

and northern California industry was the most productive. Charles Dougherty of California Thoroughbred Trainers (CTT) said his organization agreed with TOC. Northern California trainers favored a five-day week. Bob Marconi of the Southern California Fans Committee said his organization was concerned with shrinking fields. He stated he believed racing weeks should be cut to five and sometime four-days. Alan Horowitz of Capitol Racing (CR) said it appeared there was no discussion of his organization's proposal to conduct harness racing at Stockton. He stated CR had entered into a lease agreement with the Stockton fairgrounds. CR believed Stockton had a viable market for developing a new racing program. With the instability of northern California horse racing, Mr. Horowitz said it would be shortsighted not to explore an opportunity to expand to a new facility. He stated CR was successful in developing harness at Cal-Expo and asked that it be given a chance to do the same at Stockton. Chairman Harris asked what the committee thought would happen after August 2005. Mr. Horowitz said Cal-Expo put out the RFQ and would make a decision regarding a new operator on December 3, 2004. He stated it would be late fall before the committee revisited the issue. Dave Elliott of California State Fair said his organization requested that dates be allocated for the entire year, but it was satisfied with the current schedule. He said the RFQ would be finished in December 2004, early enough for the December Regular Board Meeting. Vice-Chairman Licht **motioned** to approve the 2005 northern California schedule, and 2005 harness and quarter horse schedule as proposed by the committee. Commissioner Sperry **seconded** the motion. The motion **failed** with Chairman Harris, and Commissioners Bianco and Moss voting "no." Chairman Harris said he voted against the motion because he was concerned with field size. He stated he would like to see data on the economic impact of simulcasting

racers from the south during northern dark days. Chairman Harris said he believed it would be beneficial, as it would generate commissions and purses. Executive Director Roy Wood, Jr. asked if the committee added the Mondays to the northern racing calendar based on changes in the southern calendar. Commissioner Moretti said the committee tried to accommodate north and south. Mr. Wood stated if the original northern California schedule had its Wednesdays reduced it would become what the industry originally submitted and agreed upon. The Wednesdays were added to have an overlap. Chairman Harris said he questioned the necessity of having the northern dates mirror southern dates. Would it be wise to experiment in 2005 to see what would happen if one sector raced without the other? Jack Liebau of BMOC said the northern signal was important to the south when it was running as it generated substantial commissions and purse money. He stated instead of making a decision regarding field size in the first months of 2005, the Board might grant some flexibility through staff or a committee that would make a decision about running on the two Wednesdays in question. Vice-Chairman Licht said he agreed with Mr. Liebau. There was no statistical evidence to suggest the impact would be any more severe in the north than the south. Chairman Harris said he could agree if the north could show field size of 7 or 8 for the weeks preceding the Wednesdays, but he was concerned with fields in the range of 6. Mr. Couto said TOC supported a 5-day week because it believed there was an inventory issue in the north. Vice-Chairman Licht asked why TOC supported an overlap with Cal-Expo. Mr. Couto said TOC believed the Cal-Expo overlap would benefit Del Mar and Cal-Expo. However, an overlap where three entities were running was not a good idea. Vice-Chairman Licht said he believed it was a business decision and had nothing to do with field size. Mr. Couto said it was more than a business decision. The

horsemen had some influence on the decision, and having meetings run simultaneously in the north and south benefited the entire industry. Preston Smith, a driver-trainer, stated moving a day out of the schedule would impact the entire racing community. He said the Board needed to give consideration to recent legislation that gave owners additional income for starting horses. The industry needed time to adjust to the new starter monies. Those finishing 10, 11 or 12 had something to look forward to, and maybe it would bring new horses into the state. Richard Castro of the Pari-mutuel Employees Guild (Guild) said his organization supported the added day. Chairman Harris said on dark days in the north the tracks were open for pari-mutuel wagering and employment on the front side was similar to a normal day. Mr. Castro said when a dual signal was run the Guild hired more workers. Vice-Chairman Licht **motioned** to approve the 2005 harness and quarter horse dates as proposed by the committee. Commissioner Moretti **seconded** the motion, which was **unanimously carried**. Chairman Harris **motioned** to approve the committee's recommendation regarding the 2005 northern California thoroughbred dates with January 19, February 23 and October 12 eliminated, subject to reconsideration based on adequate field size. Chairman Harris said he believed eliminating the Wednesdays would help field size. He stated he was concerned with the effect of 6-day weeks on the horse population and believed the Board needed to look at different ways to approach the issue. By eliminating one day, field sizes in subsequent days might improve. Vice-Chairman Licht said in 2003 a fair raced a day when there was no racing in the south and it was a disaster. Chairman Harris stated the difference was there would be racing in the south, but not the north. He said he would like to see data regarding such a scenario – was it done enough times to be relevant and what were the field sizes north and south during

those times? Commissioner Sperry suggested the issue be held over so more information could be provided. Mr. Castro said the northern schedule was a cooperative effort of the racing associations, trainers and TOC. In addition, the Board, in the past, supported concurrent racing in the north and the south. Eliminating dates from the northern California schedule would take away racing opportunities. Rick Baedeker of CDCOC said Hollywood Park ran one day uncovered during the 2004 spring summer meeting. He stated the total southern California handle for that day was \$464,000 with \$23,000 in purse money. Mr. Baedeker said wagering was on all products, not just northern California. The front-side employees were reduced, and although the association was happy to generate additional purse money, there was not the volume to realize revenue from admissions, parking, and food and beverages. Chairman Harris said he would like to see the experiment conducted with the south running and the north dark. Commissioner Moretti said based on the facts the committee came to the best consensus it could. She stated nothing was set in concrete and she was open to new ideas. Mr. Couto said TOC the northern California schedule was a joint industry effort. He stated the northern industry spend a lot of time resolving its issues and came to the recommendation that it was prepared to live with. Mr. Couto said TOC supported the committee's recommendation. Vice-Chairman Licht **motioned** to approve the committee's recommendations for the 2005 northern California thoroughbred race dates subject to the ability of the committee to eliminate any or all of the three Wednesdays based on field size. Commissioner Sperry **seconded** the motion, which was **carried** with Chairman Harris voting "no." Commissioner Moretti said the committee recommended maintaining a holiday break in southern California from December 20 to December 25, 2004. She stated TOC indicated

the break was essential. Commissioner Moretti said the schedule would not reduce race days but would allow Del Mar to post two days after Labor Day, and implement the racing schedules requested by all the southern California associations except LATC. In addition, the proposed 2005 southern California race dates maintained the cap of 8.6 races per day with no more than nine races on weekends and holidays. To address LATC's concerns the committee added three days to the winter schedule and was recommending 85 days, one more day than in 2004. Commissioner Moretti added the committee felt that to avoid future contention it might be advisable to issue a multi-year race date calendar. Scott Daruty of Magna Entertainment (ME) said his organization made an alternate proposal regarding the 2005 LATC race dates. He stated ME analyzed 25 years of racing calendars and compiled various reports and letters which were submitted to the Board. Mr. Daruty said five facts emerged from the research. The first point was the proposed racing calendar submitted by LATC was consistent with 24 of the past 25 years of racing wherein it opened the day after Christmas and ran for 17 full weeks. Mr. Daruty said the second point was CDCOC and Del Mar were supportive of the committee proposal because Del Mar was being allowed to close the Wednesday after Labor Day and CDCOC was receiving two extra days. The economic impact of such "gifts" would be detrimental. Mr. Daruty said MEC's financial analysis demonstrated that LATC's proposal was better for the industry. There would be 30-million dollars more handle, which would generate 1.13 million dollars more in purses. He stated the numbers were based on historical data. Mr. Daruty said the third point was the issue should not be looked at as two against one. The Board should balance the benefit to the entire industry, which would be positive under LATC's proposal. Historical data demonstrated if Del Mar was allowed to run a week past

Labor Day, it would handle seven percent less than one of its mid-meet weeks. That would equate to 4.5 million dollars in handle and \$250,000 in purses. CDCOC's two extra days would generate 15 million dollars in handle and \$600,000 in purses. The gains of both associations, combined with the losses LATC would suffer, would result in a loss to the industry. Mr. Daruty said the fourth point was that this was not a single year problem. If the committee's recommendations were adopted LATC would have a 16-week meeting in 2005, and the pattern would most likely continue through 2008. Based on the financial data, it was not clear why the Board would take that route. Mr. Daruty said his final point was the Christmas break. LATC supported the break because it was important to the horsemen and the industry. However, there was a less burdensome way to handle such a break. Chris McCarron of LATC said his organization sampled trainer opinion at a trainer's meeting on Del Mar's backstretch. The trainers were overwhelmingly in favor of LATC's 2005 race dates proposal. Part of the proposal was to open on December 26, 2005, then provide a break if needed. Jack McDaniel of LATC said his organization would suffer if the committee's recommendations were adopted. LATC had an increase in attendance in 2004 and wished to continue the trend. However, it could not keep the promises it had made, or maintain its level of investment in its facility under the proposed calendar. If LATC went into 2005 with a 16-week meeting it would lose handle and have to compress its stakes race schedule. That would mean races would have to be turned around more quickly and LATC's Derby week would be right against its closing week. Both weeks are big and having them so close would contribute to fan exhaustion. Mr. McDaniel said if LATC's proposal needed more analysis the issue could be postponed. Ed Halpern of California Thoroughbred Trainers (CTT) said LATC

might have had its proposal endorsed by trainers at Del Mar, but when trainers from various parts of the state add to the debate, issues become very complex. Mr. Halpern said the CTT board considered all the information and concluded it did not have a position. However, the CTT did not believe a random poll of trainers should be the determining factor. Commissioner Moretti asked what was CTT's position on the Christmas break. Mr. Halpern said CTT always believed that more breaks, longer breaks, and less racing was good for the industry. Mr. McCarron said when he was riding he thought breaks between meetings and a Christmas break would be a good thing. In the last few years he rode he took a vacation every year. Most jockeys would not take a break because they would lose business. Mr. McCarron said since he entered a management position, he had a different perspective and realized long breaks were not in the best interest of racing. In addition, fans would not stop wagering, they would simply find a different product. Mr. Baedeker read from a letter he submitted to the committee regarding the 2005 race dates. Upon conclusion of his letter, Mr. Baedeker stated he understood the committee's wish to mitigate the effect of the proposed racing calendar on LATC. However, CDCOC historically had a difficult opening day. In April CDCOC traditionally opened after as much as 17 weeks of racing and to have LATC close within two days of that opening would make it worse. Mr. Baedeker said the committee's proposal ensured a reasonable break before Christmas without a severe penalty for the industry. In addition, Mr. Baedeker said CDCOC added a Monday closing to add an additional day of employment as a mitigating factor. He added each employee had vacation time and could plan accordingly. Vice-Chairman Licht said trainers did not make money unless they won purses. If there were no races, trainers could incur substantial losses during a break. Mr. Baedeker

said based on such reasoning the industry would race up to seven days a week. There was a middle ground, and it was the committee's proposal. Chairman Harris **tabled** the item until the September 2004 Regular Board Meeting.

PUBLIC HEARING BY THE BOARD ON THE ADOPTION OF THE FOLLOWING PROPOSED REGULATORY AMENDMENTS OF CHRB RULES:

- A. RULE 1420 - DEFINITIONS**
 - B. RULE 1615 - SCALE OF WEIGHTS FOR AGE**
 - C. REPEAL OF RULES 1616 & 1684.**
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Barry Broad representing the Jockeys' Guild (Guild) introduced Mr. Burt Bacharach who read into the record three letters that supported the proposed amendment. The first letter was from James DiBonni, M.D., of the University of Southern California. The second letter was from Dr. David Eaber, a professor of medicine and director of the UCLA Center For Human Nutrition. The final letter was from Arilla Natif, an Associate Professor at UCLA Department of Family Medicine, Division of Sports Medicine. Mr. Broad said the Guild's proposal was in three parts. If one of the parts were not enacted, the whole would not work. He stated the Guild spoke with the industry, owners and trainers, and he believed the proposal was well understood. Mr. Broad acknowledged there were significant disagreements regarding the proposal's adoption and some wanted only part of the proposal adopted. However, the Guild believed its proposal worked as a system to protect the jockey's health and was transparent and fair to the public and the industry. Mr. Broad said the California Medical Association, the California Nurses Association and the American Dietetic Association (ADA) as well as many physicians wrote letter in support of the proposal. He stated jockeys were superb athletes but what they did to themselves to maintain weight had long-term consequences. Mr. Broad said a

few years ago several dietetic and sports medicine organizations made a statement on nutrition and sports. Athletes were to hydrate themselves, eat proper meals and stay away from activities that involved anything related to dehydration; yet everything jockeys did to themselves to make weight was the exact opposite of that statement. Mr. Broad said the three parts of the Guilds proposal worked together. Jockeys would have to maintain a minimum 5-percent body-fat content; a minimum weight of 118 pounds and the equipment would weigh 10 pounds. Mr. Broad said the equipment had been weighed at 10 pounds. Under the proposal it would be weighed when the jockey weighed in and out, and it should weigh 10 pounds each time. Currently, the equipment weight varied from track to track and race to race. Jockeys weighed out with one set of equipment and in with another. This led to a situation that was confusing and not transparent. Under the proposed regulation the jockey would be weighed nude and have their body fat measured before the commencement of the race day. The jockey would subsequently weigh out and back in with his 10-pounds of equipment. Mr. Broad said some had suggested the body fat minimum be enacted without raising weight limits. Others suggested implementing the body fat minimum, raising weight to 120 pounds and not separate out the equipment. That would mean a jockey could only weigh 110 pounds. He stated the problem with such suggestions was they all continued to create incentives for jockeys to do things that were destructive or made it humanly impossible to actually meet the standard. It was physically impossible for some people to weigh 110 pounds with 5 percent or more body fat. Therefore, it was important that an additional five or six pounds be added to the present minimum weight. Mr. Broad said the Board would hear that the proposal would hurt the horses. He stated the Guild fundamentally disagreed with that idea. Riders that weighed 140

to 160 pounds routinely exercised thoroughbred horses. In foreign racing jurisdictions jockeys weighed from 123 to 125 pounds. In South Africa there were 20 tracks that raced five days a week and the jockeys weighed 125 pounds. Mr. Broad said the racing industry was full of anxiety over its future. He stated the Guild understood and shared such anxiety. The concern regarding the Guild's proposal was the effect on field sizes in California if it was the first racing jurisdiction to implement a weight increase. The Guild did not believe that would happen. Mr. Broad said a common suggestion was to make the weight increase national so that all jurisdictions followed the same standard. He stated the Guild was willing to take its proposal national, but the federal system in the United States meant the changes would have to be adopted state by state. The change had to start somewhere, and as California had a tradition of leading the nation, the Guild believed it would receive the first hearing of its case. Mr. Broad said the jockey profession was inherently dangerous, but the acceptable risks of the sport did not include kidney failure, diabetes or a significantly greater risk of disease. He stated he was sure the Board would do the right thing. Vice-Chairman Licht said it seemed some of the physicians were not advocating an increase in the weights, but rather were stating the weight loss techniques used by jockeys were not healthy. Mr. Broad said the letters spoke for themselves. Different physicians had different things to say on the issue, however, he did not think he had mischaracterized anything. Vice-Chairman Licht asked why existing jockeys would be grandfathered into the body fat content requirements. Mr. Broad said the Guild wanted jockeys to change their behavior. As a model the Guild used the introduction of safety helmets in professional hockey. He stated hockey had significant compliance almost immediately, as older players voluntarily complied. Existing jockeys needed to learn how to

live differently, and that could take education and a period of time to comply. However, if the Board felt the proposal was deficient, the Guild would understand. It simply did not want to introduce changes that would be disruptive to the current jockey colony. Commissioner Moretti asked if the Guild had plans to educate jockeys regarding proper nutrition and what they would need to do to accomplish the transition to healthy living. Mr. Broad said there was nothing in the proposal to fund or establish a government program to teach nutrition. He stated, however, the Guild had a strong incentive to inform its constituency. Nutrition education was an issue the industry should consider. Commissioner Sperry asked if there were any studies that reinforced the Guild's notion that new jockeys would comply a lot quicker than older jockeys. Mr. Broad said approximately 70 percent of the Guild's members would simply have to eat a little more, stop heaving or taking drugs, and they would quickly be in compliance. It was about 30 percent who would conceivably have problems. The Guild did not have to rush the rule. It wanted the rule in place, but it could take 18 months to two years to fully implement all the changes. Chairman Harris said the ADA raised the issue of a different base line for body fat between men and women. He asked if the Guild would object if a standard were created for women. Mr. Broad said the Guild reasoned that within horse racing men and women competed head to head. He stated the Guild thought about creating a standard of 12 percent for women, but there were many women who weighted 118 pounds or less and would not have a problem meeting the 5 percent standard. Chairman Harris said the issue was at 5 percent body fat a woman would be doing more damage to her kidneys. Dr. Seftel, a physician, said the difference in the 5 percent versus the 12 percent body fat was that female body fat had a slightly different composition. The reason there was a 12 percent

standard for women was for the protection of the reproductive system, which required additional body fat as an energy source. Dr. Seftel said he was not opposed to a difference of 5 to 12 percent on that basis. He said the Guild took a different approach as a matter of simplification, but from a physiological prospective, the 12 percent standard was preferred. Dr. Seftel stated the issue affected the health and welfare of the jockey community. He stated there was no medical or ethical justification for what many jockeys had to do to maintain weight. Dr. Seftel said he worked daily with jockeys who were dry, dehydrated, confused, and who fell off their mounts because they did not have any energy left in them. During his four-year studies Dr. Seftel said he demonstrated a ten-fold increase in kidney damage and failure in the jockey community as compared to the average population. He stated the average jockey in his colony had proteinuria on a daily basis, which meant their kidneys were leaking protein. Dr. Seftel said jockeys had eight times increase in a number of conditions, including laryngitis, bronchiolitis, urinary tract infections, and pharyngitis. The amount of antibiotics he prescribed for the jockey colony was eight times as was necessary for the population as a whole. In addition, jockeys were subject to antibiotic-associated complications such as diarrhea and the emergence of other multi-drug resistant organisms. Dr. Seftel said the issues that were raised were important and he hoped California could lead the nation in bringing a positive change to the racing industry. Chris McCarron of Los Angeles Turf Club (LATC) said he was in favor of raising the scale of weights. He said, however, he was not in favor of the Guilds proposals. Mr. McCarron stated the industry was conducting an extensive dialogue to arrive at a proposal that would be meaningful and acceptable to the jockeys. He said he believed the horsemen would eventually agree. Mr. McCarron stated he researched the body

fat issue extensively. He suggested the Board adopt the practice of the National Wrestling Coaches Association wherein body fat was measured only once a year. Body fat measurements were subject to a lot of inaccuracy if the proper tools and practices were not used. Often measurement devices could be off by several points. If the body fat was measured only once a year it could be done in such a way that the measurements would be true and accurate. As a racetrack manager, Mr. McCarron said he was most concerned with the potential impact the regulation would have on field size. To be done properly, however, the policy had to be implemented on a national scale. Mr. McCarron reiterated he was talking to Churchill Downs Incorporated and New York Racing Association and he was confident a proposal could be reached by January 2005. He added he was also concerned with the confusion the new weights might cause patrons. Chairman Harris said the current system had the same flaw. A jockey said to be 118 pounds in California was really carrying 122 pounds. Chairman Harris asked if Mr. McCarron supported the concept of 10-pounds of equipment. Mr. McCarron said he preferred the current system. Chairman Harris said he would like to hear about the practicality of measuring body fat on a daily basis. Dr. Seftel said the methodology for using the scales was standardized. He stated the bioelectric impedance method was internally consistent and had a low error rate if it was done according to procedure. He commented there was no debate in the industry regarding the overall measurement of total body fat. The consensus was the technology was doable and was recommended. Chairman Harris asked if body fat could be measured daily and the hydration issue addressed. Dr. Seftel said there were requirements that had to be logged each time the instrument was used, but if they were met, the technology was consistent. Mr. McCarron said he would not argue with Dr. Seftel, however, when he

measured his body fat using the hand-held device it was 15.9 on that scale. Then, when he measured his body fat on a scale that made such measurements, his body fat was 5.9. Mr. McCarron said he then used a third scale and his body fat measured 11.7. He stated the industry needed to make sure it knew exactly which devices it would use and have a certified physiologist or exercise coach with a license take the measurements. Rick Baedeker of Churchill Downs California Operating Company (CDCOC) said his organization supported increasing the scale of weights, however, the change needed to be national. Mr. Baedeker said CDCOC was in talks with Magna Entertainment (ME) and NYRA to implement a national policy. Chairman Harris asked if other states would be encouraged to enact similar rules if California implemented a rule that could go into effect in one year. Mr. Baedeker said the fact that California was talking about the scale of weights had stimulated other discussions, but he did not know if a rule would encourage other jurisdictions. He stated if the Board did not see national action on the issue within 60-days it might need to take the lead and implement a rule. Ken Marino, a horse trainer, spoke against the proposed amendment to the scale of weights. Warren Stew, a horse trainer, spoke in favor of the proposed amendment to the scale of weights. He stated, however, the industry should determine what added weight did to the horse. Sammy Schulman, a horse trainer, spoke in favor of the proposed amendment to the scale of weights. He asked, however, if the new scale would make the overweight obsolete. Chairman Harris said Board rules would allow the jockey to be overweight, but the 10-pounds of riding gear had to be 10-pounds. It was not counted against the overweight. Ed Halpern of California Thoroughbred Trainers (CTT) said his organization was not opposed to most of the proposals. He stated the Board faced the same dilemma as trainers because it might appear

unsympathetic while denying the amended rules. Mr. Halpern said CTT suggested the Guild hire persons to create diet and exercise program, and training regimens customized to jockeys. The CTT also wished to see the 5 percent body fat provisions approved with a reasonable time to comply. Third, the CTT suggested the industry determine, list and enforce true equipment. The CTT also proposed that the industry take time to completely study the weight issue. Mr. Halpern said CTT commissioned a review of scientific literature regarding the effects of weight on horses. He stated the results demonstrated that even small increases in weight could increase the risk of breakdowns over time. Mr. Halpern said CTT's was concerned with jockeys as well as horses. Every time there was a breakdown on the track jockeys risked serious injury or death. Jeanine Mahatti of CTT spoke against the proposed amendment to Rule 1615. Chairman Harris asked if there were any comments regarding the 5 percent body fat requirement. Mr. McCarron said he believed the 5 percent requirement was important. One effect of the requirement would be to prevent larger exercise riders from attempting to reduce down to make jockey weight. If they dropped below 5 percent body fat they would not be qualified to ride. Ron Ellis, a trainer, said it was an uncomfortable position to be speaking against the proposed rule. He stated every trainer knew jockeys and counted them as friends. However, he was not sure raising weights would solve jockeys' nutritional or health problems. Instead, heavier riders who had given up on becoming jockeys would try to meet the new weights and a secondary group of riders with similar problems would be created. Mr. Ellis said he had been training for twenty years, and had noted horses were not as sound as they used to be. To implement a rule that would run counter to the trend was not good judgment. Mr. Ellis said many people have worked hard to bring horses into California by reforming

workers' compensation and the introduction of performance fees at thoroughbred meetings. He stated the proposed rule would only be one more reason not to send horses to California. Dr. Rick Arthur, a veterinarian, said he was sympathetic with jockeys' weight problems and believed some adjustment in the scale of weights was appropriate. However, he stated the reason jockeys ride horses and people like he did not was weight was bad for horses. Dr. Arthur said everyone should recognize that horses were raced to the limit of their abilities, and too often they exceeded their limits. He stated the greatest threat to a jockey was not his weight, but the horse breaking down. Dr. Arthur said there was no way the upper weight limit could be increased without increasing the workload of the horse. He stated there had to be a way to balance those interests. Mr. Couto said the real question was: "what was the fair minimum weight to be applied?" TOC made a proposal that the minimum weight in California be increased from 112 to 115 pounds, which was a three-pound increase. In addition, TOC proposed that the five pounds of equipment be included in the program to disclose to the public that the minimum weight was actually 120 pounds, and that silks be standardized so that they do not vary in weight. Mr. Couto said TOC would also like weighing in and weighing out conducted live, in front of the public, or via video. Finally, the TOC believed nutritional counseling would help jockeys properly maintain their weight. Darrell Haire of the Guild said the jockey equipment currently weighed ten pounds. The proposed regulation did not change that fact. Mr. Haire said the Guild wanted full disclosure so that when a jockey weighed out and then came back in he had the same weight. Additionally, the weight increase under the proposed regulation was six-pounds, not 11. Vice-Chairman Licht said under the Guild's proposal the jockey would weigh 118 pounds and get on the scale with all his riding

equipment, which weighed 10 pounds. Under the TOC proposal the jockey would weigh 112 pounds with five pounds of equipment that was counted and five that was not. Vice-Chairman Licht said he was not making a value judgment, he was asking for a true representation of the numbers. It appeared to him the TOC was adding 11 more pounds. Chairman Harris said if, under current rules, one looked at the 118 minimum the jockey would weigh 113 pounds and have five pounds of equipment, with another five pounds that was not disclosed. The horse would actually carry 123 pounds. Albert Fiss of the Guild said the trainer would add his own pad, which weighed two pounds more than the pad the jockey weighed out with. That constituted another hidden weight. Mr. Couto said the scale of weights to which the Guild refers was the historical scale that only applies in the absence of conditions. Based on the condition book and agreements with TOC and the racing office, 112 pounds was the accepted minimum weight. Under current regulations if the minimum were 112, the jockey would weigh 107 pounds and carry five pounds of equipment. Vice-Chairman Licht asked if the horse were assigned 118 pounds, how much would the horse carry? Mr. Couto said five pounds of equipment would be added for 123 pounds, and under the new regulation it would carry 134 pounds. Vice-Chairman Licht said he believed the minimum weight should be raised minimally; the proposed regulation was too extreme. If the five percent body fat requirement was retained, there should be no grandfather clause. Commissioners Sperry and Moretti stated they agreed with Vice-Chairman Licht. Commissioner Sperry added he thought there should be full disclosure of the ten-pounds of riding gear. Commissioner Moss said he believed a three-pound increase was appropriate. In addition, the concept of a national initiative in place by January 2005 should be looked at strongly. Commissioner Bianco stated he agreed with the

three-pound minimum weight increase. He commented an allowance should be made for female jockeys body fat requirements. Chairman Harris said the grandfather clause should be reduced for a shorter phase-in time. The ADA recommendations regarding body fat for female riders were important and needed consideration. In addition, more disclosure regarding the true weight of riding equipment was also important. Chairman Harris commented the current system was flawed and lacked transparency. He stated the proposed regulations needed to be reworked and brought back before the Board for further discussion.

DISCUSSION AND ACTION BY THE BOARD FOR THE 45-DAY NOTICE ON THE PROPOSED REGULATORY AMENDMENT TO CHRB MEDICATION RULES 1843.5, 1844 AND 1845.

Dr. Ron Jensen, CHRB Equine Medical Director, said the Racing Medication Testing Consortium (RMTC) was established to bring national uniformity to racing medication rules. He stated the RMTC was composed of industry representatives and included several persons from California's industry. The proposed amendments to Board rules 1843.5, Medication, Drugs and Other Substances Permitted After Entry in a Race, 1844, Authorized Medication and 1845, Bleeder List, would incorporate the recommendations of the RMTC. Dr. Jensen stated the Medication Committee met on August 13, 2004, at Del Mar and approved the proposed regulations with some modifications. Dr. Jensen reviewed the changes the Medication Committee made to the proposed text. Chairman Harris asked if all the changes were in compliance with the RMTC recommendations, and if there had been any concerns voiced about losing horses to Kentucky due to that states less strict regulations. Dr. Jensen said the recommendations were in line with the RMTC recommendations. He added several

California racing associations were represented on the RMTC committee and there had been no concerns about Kentucky voiced. Dr. Jensen said the Medication Committee recommended the proposed regulations be noticed for a 45-day public comment period. Commissioner Bianco **motioned** to direct staff to initiate a 45-day public comment period for the proposed amendment to Board rules 1843.5, 1844 and 1845. Commissioner Sperry **seconded** the motion, which was **unanimously carried**.

PUBLIC HEARING BY THE BOARD ON THE ADOPTION OF THE PROPOSED REGULATORY AMENDMENT OF CHRB RULE 1846.5 - POSTMORTEM EXAMINATION.

Dr. Ron Jensen, CHRB Equine Medical Director, said the proposed amendment to Board Rule 1846.5, Postmortem Examination, would add two items to the CHRB-72, Necropsy Submission Form. The form was incorporated by reference into the regulation, so any changes to it necessitated an amendment. Dr. Jensen said the first change provided a place to indicate if there had been a human injury associated with the horse submitted for postmortem examination. The second change involved one word. Test samples take from the carcass during the postmortem examination "may" be take instead of "shall" be taken. Dr. Jensen stated it was not always necessary to take such test samples. The change will allow taking of test samples on a case-by-case basis. Commissioner Moss **motioned** to adopt the proposed amendment to Board Rule 1846.5. Commissioner Sperry **seconded** the motion, which was **unanimously carried**.

DISCUSSION AND ACTION BY THE BOARD ON THE REQUEST OF THE LOS ANGELES TURF CLUB TO DISTRIBUTE \$262,800 IN CHARITY RACING PROCEEDS TO 44 BENEFICIARIES.

John Reagan, CHRB staff, said the request by the Los Angeles Turf Club (LATC) to distribute \$262,800 in charity racing proceeds was in order and staff recommended approval. Commissioner Sperry **motioned** to approve the request by LATC to distribute charity racing proceeds. Commissioner Moss **seconded** the motion, which was **unanimously carried**.

DISCUSSION AND ACTION BY THE BOARD ON THE REQUEST OF THE PACIFIC RACING ASSOCIATION TO DISTRIBUTE \$60,000 IN CHARITY RACING PROCEEDS TO 12 BENEFICIARIES.

John Reagan, CHRB staff, said the request by the Pacific Racing Association (PRA) to distribute \$60,000 in charity racing proceeds was in order and staff recommended approval. Vice-Chairman Licht **motioned** to approve the request by PRA to distribute charity racing proceeds. Commissioner Moretti **seconded** the motion, which was **unanimously carried**.

DISCUSSION AND ACTION BY THE BOARD ON THE REQUEST BY CAPITOL RACING, LLC CONCERNING THE LOCATION AND AVAILABILITY OF THE SATELLITE SIGNAL AT THE LOS ALAMITOS RACE COURSE.

Executive Director Roy Wood, Jr., stated the parties requested the item be **tabled**.

REPORT BY REPRESENTATIVES OF THE CALIFORNIA ANIMAL HEALTH AND FOOD SAFETY LABORATORY ON THE POSTMORTEM PROGRAM.

Chairman Harris said the item was **tabled**.

DISCUSSION BY THE BOARD ON THE RECENTLY PUBLISHED REPORT OF THE CALIFORNIA PERFORMANCE REVIEW COMMISSION AND ITS SPECIFIC RECOMMENDATIONS CONCERNING THE CALIFORNIA HORSE RACING BOARD.

Executive Director Roy Wood, Jr., said the California Performance Review (CPR) committee scheduled hearings to receive information from the public regarding its recommendations. Executive Director Wood stated the industry was encouraged to become involved in the process so the importance of horse racing to California could be explained. Chairman Harris said he did not envision the CHRB disbanded without some way for the industry to be regulated for the benefit of the fans and the public, unless it was completely deregulated. He stated there might be functions that could be integrated into different parts of government. Executive Director Wood said the CPR recommendation was to fold the Horse Racing Board into the Consumers Affairs Protection Agency and some of the investigative functions into the Department of Justice. He stated the CPR recommendations had a long way to go before they were approved. Chairman Harris asked if there was a plan to move the recommendations forward. Executive Director Wood stated the CPR hearings would determine how the recommendations would be adopted. They might have to go through the legislature, or they might require a constitutional amendment.

STAFF REPORT ON THE FOLLOWING CONCLUDED RACE MEETINGS:

- A. **CHURCHILL DOWNS CALIFORNIA OPERATING COMPANY AT HOLLYWOOD PARK FROM APRIL 21 THROUGH JULY 18, 2004.**
 - B. **ALAMEDA COUNTY FAIR AT PLEASANTON FROM JUNE 30 THROUGH JULY 11, 2004.**
 - C. **SOLANO COUNTY FAIR AT VALLEJO FROM JULY 14 THROUGH JULY 26, 2004.**
-

John Reagan, CHRB staff, said there were three reports for Board review: the spring meeting at Alameda County, and the Solano County Fair – as well as the Churchill Downs California Operating Company at Hollywood Park. Chairman Harris commented he would like to take more time to understand the trends indicated in the reports. He stated the trends were discouraging as they showed a slow decline.

GENERAL BUSINESS

Chairman Harris said the compact recently signed by the Governor that gave a gaming compact with a group of native Americans near San Pablo, five or six miles from Golden Gate, was of concern. He stated the compact also prohibited any other entity within a 35-mile radius from having slot machines. Chairman Harris commented the industry needed to be aware of the compact. Commissioner Moss asked if anything had been done to accomplish what racing interests in other states enacted. He said in some states tracks were receiving money from Indian gaming without having slots at racetracks. Commissioner Harris said overtures were made but nothing resulted from them. Mary Frances Rowe, a horse owner, said she wished to receive a list of all the drug positive tests results from the years 2001 through July 2004. She wished to have the trainer's name, the name of the horse and the illegal drug detected, as well as any disciplinary action taken. Deputy Attorney General Derry Knight said the Horse

Racing Board responded to Ms. Rowe in a letter dated August 18, 2004, which he signed. He stated Ms. Rowe would be provided with the information she requested.

MEETING ADJOURNED AT 4:23 P.M.

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

STAFF ANALYSIS
October 14, 2004

ITEM - 3

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF LOS ALAMITOS QUARTER HORSE RACING ASSOCIATION AT LOS ALAMITOS DECEMBER 26, 2004 THROUGH DECEMBER 18, 2005.

Los Alamitos Quarter Horse Racing Association filed its application to conduct a quarter horse racing meeting at Los Alamitos.

- December 26, 2004 through December 18, 2005, or 202 days. The association proposes to race a total of 2,048 races.

December - 2004						
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 H
26	27	28	29	30	31	

January - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						1 H
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17 H	18	19	20	21	22
23/30	24/31	25	26	27	28	29

February - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		1	2	3	4	5
6	7	8	9	10	11	12 H
13	14	15	16	17	18	19
20	21 H	22	23	24	25	26
27	28					

March - 2005						
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		

April - 2005						
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

May - 2005						
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 H	31				

June - 2005						
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		

July - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
					1	2
3	4 H	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24/31	25	26	27	28	29	30

August - 2005						
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			

September - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
				1	2	3
4	5 H	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	

October - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						1
2	3	4	5	6	7	8
9	10 H	11	12	13	14	15
16	17	18	19	20	21	22
23/30	24/31	25	26	27	28	29

November - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		1	2	3	4	5
6	7	8	9	10	11 H	12
13	14	15	16	17	18	19
20	21	22	23	24 H	25	26
27	28	29	30			

December - 2005						
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 H	26	27	28	29	30	31

- Racing 4 nights per week, Thursday through Sunday. Seven to 15 live races per night and 6 to 12 simulcast races.
 - Thursday and Friday programs begin with simulcast races and Saturday and Sunday programs the simulcast races will be blended into the live races.
 - No racing December 31, February 6, September 8 and November 24
 - Racing Monday, December 27, 2004.
- First live post 7:15 p.m. Thursday and Friday, 7:00 Saturday and 5:30 Sunday.
- Request that Michele Lauck is appointed horse identifier pursuant to CHRB Rule 1525.
- Track safety requirements have been fulfilled.
- Wagering program will use all CHRB rules.
 - Early wagering will start at 8:30 a.m. Thursday, Friday, Saturday and Sunday.
 - Late daily double on the last two races, late pick four on the last four races, rolling pick three begins in the second race and continues through the third to last race of the card.
 - If insufficient horses are available a \$1 quinella will be substituted for the trifecta.
- Simulcasting conducted with out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.
- Inspection of backstretch worker housing completed.

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

1. Horsemen's agreement.
2. Fire clearance.
3. Scientific Games Racing/Autotote contract.

RECOMMENDATION:

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

STATE OF CALIFORNIA
CALIFORNIA HORSE RACING BOARD
APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING
CHRB-17 (Rev. 7/01)

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:
LOS ALAMITOS QUARTER HORSE RACING ASSOCIATION
4961 Katella Ave., Los Alamitos, CA 90720
714-820-2800 714-995-6276

B. Breed of horse: TB QH H

C. Racetrack name: LOS ALAMITOS RACE COURSE

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

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

2. DATES OF MEETING

A. Inclusive dates for the entire meeting: December 26, 2004 through December 18, 2005

B. Actual dates racing will be held:

December 26-27, 30, 2004	July 1-3, 7-10, 14-17, 21-24, 28-31
January 1-2, 6-9, 13-16, 20-23, 27-30	August 4-7, 11-14, 18-21, 25-28
February 3-5, 10-13, 17-20, 24-27	September 1-4, 9-11, 15-18, 22-25, 29-30
March 3-6, 10-13, 17-20, 24-27, 31	October 1-2, 6-9, 13-16, 20-23, 27-30
April 1-3, 7-10, 14-17, 21-24, 28-30	November 3-6, 10-13, 17-20, 25-27
May 1, 5-8, 12-15, 19-22, 26-29	December 1-4, 8-11, 15-18
June 2-5, 9-12, 16-19, 23-26, 30	

C. Total number of days or nights of racing: 202

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

E. Number of days or nights of racing per week: 4 nights - except December 31, February 6, September 8 and Thanksgiving November 24, 2005.

CHRB CERTIFICATION

Application received: 9/03/04 VP
Deposit received: \$10,000 VP
Reviewed: PN

Hearing date: 10/14/04
Approved date:
License number:

3. RACING PROGRAM

- A. Total number of races: 2,048 live and 1,638 simulcast = 3,686
- B. Number of races for each day or night: 7-15 live, 6-12 incoming simulcast
- C. Total number of stakes races: 68
- 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.
- 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 post times PST**

<u>Race</u>	<u>Thursday/Friday</u>	<u>Saturday</u>	<u>Sunday</u>
1	7:15	7:00	5:30
2	7:40	6:55	5:55
3	8:05	7:20	6:20
4	8:30	7:45	6:45
5	8:55	8:10	7:10
6	9:20	8:35	7:35
7	9:45	9:00	8:00
8	10:10	9:25	8:25
9	10:35	9:50	8:50
10	11:00	10:15	9:15
11	11:25	10:40	9:40
12		11:05	10:05
13		11:30	10:30
14			10:55
15			11:20

First live race Thursday and Friday scheduled for 7:15pm, Saturday 7:00pm and Sunday 5:30pm.

EXCEPTIONS: During Del Mar our Sunday first live post will be determined by the number of races run at Del Mar. It is the intention of LAQHRA to conduct simulcast wagering on no more than six to twelve out of state races per racing program, and to adjust our post times to avoid "triple overlap" situations.

At present LAQHRA proposes to begin its Thursday and Friday programs with simulcast races, while the Saturday and Sunday programs would be a blend of live and simulcast racing dependent on thoroughbred association scheduling throughout the year.

LAQHRA will attempt to schedule post times at least 10 minutes apart from any overlapping thoroughbred races conducted by California racing associations whenever possible.

Friday evenings when Hollywood Park is racing, LAQHRA will conduct its races between the Hollywood Park races until the conclusion of that program.

Incoming simulcast races will be scheduled before and during our live racing program.

**LOS ALAMITOS QUARTER HORSE RACING ASSOCIATION
PROPOSED 2005 STAKES SCHEDULE**

To Be Run	EVENT	Purse & Distance	
SUNDAY DECEMBER 26, 2004	(1) HOLIDAY HANDICAP THREE YEAR OLDS AND UPWARD	\$25,000 Added	350 YARDS
SATURDAY JANUARY 1, 2005	(2) CYPRESS SOPHOMORE HANDICAP THREE YEAR OLDS	\$25,000 Added	350 YARDS
FRIDAY JANUARY 7, 2005	(3) DENIM N DIAMONDS HANDICAP FILLIES, THREE YEARS OLD BRED IN CALIFORNIA	\$25,000 Added	350 YARDS
SATURDAY JANUARY 8, 2005	(4) CHARGER BAR HANDICAP MARES, FOUR YEARS OLD AND UPWARD	\$125,000 Added	400 YARDS
SATURDAY JANUARY 22, 2005	(5) SUPER BOWL HANDICAP THREE YEAR OLDS	\$25,000 Added	550 YARDS
SATURDAY JANUARY 29, 2005	(6) MOONSHINER HANDICAP FOUR YEAR OLDS AND UPWARD	\$25,000 Added	870 YARDS
FRIDAY FEBRUARY 25, 2005	(7) LOS ALAMITOS WINTER DERBY THREE YEAR OLDS TRIALS TO BE RUN, FRIDAY, FEBRUARY 4, 2005	\$200,000 Guaranteed	\$100,000 Added 400 YARDS
SATURDAY FEBRUARY 26, 2005	(8) LOS ALAMITOS WINTER CHAMPIONSHIP FOUR YEAR OLDS AND UPWARD TRIALS TO BE RUN, SATURDAY, FEBRUARY 5, 2005	\$200,000 Guaranteed	\$150,000 Added 400 YARDS
SATURDAY MARCH 5, 2005	(9) LOS ALAMITOS MAIDEN STAKES THREE YEAR OLDS TRIALS TO BE RUN, SATURDAY, FEBRUARY 12, 2005	\$50,000 Guaranteed	\$25,000 Added 350 YARDS
SATURDAY MARCH 12, 2005	(10) IVAN ASHMENT HANDICAP MARES, FOUR YEARS OLD AND UPWARD BRED IN CALIFORNIA	\$25,000 Added	400 YARDS
FRIDAY MARCH 18, 2005	(11) LA PACIFICA HANDICAP FILLIES, THREE YEARS OLD	\$25,000 Added	350 YARDS
SATURDAY MARCH 19, 2005	(12) DILLINGHAM HANDICAP THREE YEAR OLDS	\$25,000 Added	400 YARDS
SATURDAY APRIL 2, 2005	(13) NEWPORT BEACH HANDICAP FOUR YEAR OLDS AND UPWARD	\$25,000 Added	870 YARDS
FRIDAY APRIL 8, 2005	(14) KAWEAH BAR HANDICAP THREE YEAR OLDS AND UPWARD	\$25,000 Added	350 YARDS

To Be Run	EVENT	Purse & Distance	
SATURDAY APRIL 9, 2005	(15) MISS PRINCESS HANDICAP FILLIES AND MARES, THREE YEARS OLD AND UPWARD	\$25,000 Added 350 YARDS	
FRIDAY APRIL 15, 2005	(16) EL PRIMERO DEL ANO DERBY COLTS AND GELDINGS, THREE YEARS OLD TRIALS TO BE RUN, FRIDAY, MARCH 25, 2005	\$150,000 Estimated 400 YARDS	\$25,000 Added
SATURDAY APRIL 16, 2005	(17) LA PRIMERA DEL ANO DERBY FILLIES, THREE YEARS OLD TRIALS TO BE RUN, SATURDAY, MARCH 26, 2005	\$150,000 Estimated 400 YARDS	\$25,000 Added
SATURDAY MAY 14, 2005	(18) JAMES S SMITH MEMORIAL HANDICAP THREE YEAR OLDS AND UPWARD	\$30,000 Added 870 YARDS	
FRIDAY MAY 20, 2005	(19) GOLD RUSH DERBY QUARTER HORSE, THOROUGHBRED, PAINT & APPALOOSA THREE YEAR OLDS TRIALS TO BE RUN, THURSDAY, MAY 5, 2005	\$90,000 Estimated 870 YARDS	\$25,000 Added
SATURDAY MAY 21, 2005	(20) KINDERGARTEN FUTURITY TWO YEAR OLDS TRIALS TO BE RUN, SATURDAY, MAY 7, 2005	\$400,000 Estimated 300 YARDS	\$50,000 Added
SATURDAY MAY 28, 2005	(21) TOWN POLICY HANDICAP THREE YEAR OLDS	\$25,000 Added 350 YARDS	
SATURDAY JUNE 18, 2005	(22) VESSELS MATURITY FOUR YEAR OLDS AND UPWARD TRIALS TO BE RUN, SATURDAY, JUNE 4, 2005	\$75,000 Added 440 YARDS	
SATURDAY JUNE 25, 2005	(23) ED BURKE MEMORIAL FUTURITY TWO YEAR OLDS TRIALS TO BE RUN, SATURDAY, JUNE 11, 2005	\$1,000,000 Guaranteed 350 YARDS	\$250,000 Added
FRIDAY JULY 1, 2005	(24) BAYER LEGEND CALIFORNIA CHALLENGE THREE YEAR OLDS TRIALS TO BE RUN, FRIDAY, JUNE 17, 2005	\$7,500 Added 400 YARDS	
FRIDAY JULY 1, 2005	(25) MD BARNS CALIFORNIA CHALLENGE THREE YEAR OLDS AND UPWARD TRIALS TO BE RUN, THURSDAY, JUNE 16, 2005	\$5,000 Added 870 YARDS	
SUNDAY JULY 3, 2005	(26) INDEPENDENCE DAY HANDICAP THREE YEAR OLDS AND UPWARD	\$25,000 Added 300 YARDS	
SATURDAY JULY 9, 2005	(27) VANDYS FLASH HANDICAP THREE YEAR OLDS	\$25,000 Added 400 YARDS	
SATURDAY JULY 30, 2005	(28) GOVERNOR'S CUP FUTURITY TWO YEAR OLDS, BRED IN CALIFORNIA TRIALS TO BE RUN, FRIDAY, JULY 15, 2005	\$350,000 Estimated 400 YARDS	\$100,000 Added
SATURDAY JULY 30, 2005	(29) GOVERNOR'S CUP DERBY THREE YEAR OLDS, BRED IN CALIFORNIA TRIALS TO BE RUN, SATURDAY, JULY 16, 2005	\$135,000 Estimated 400 YARDS	\$50,000 Added
SATURDAY JULY 30, 2005	(30) SPENCER L CHILDERS CALIFORNIA BREEDERS CHAMPIONSHIP HANDICAP THREE YEAR OLDS AND UPWARD, BRED IN CALIFORNIA	\$150,000 Added 400 YARDS	

To Be Run	EVENT	Purse & Distance
SATURDAY JULY 30, 2005	(31) CALIFORNIA BREEDERS MATRON STAKES FILLIES AND MARES, THREE YEARS OLD AND UPWARD, BRED IN CALIFORNIA	\$50,000 Added 400 YARDS
SATURDAY JULY 30, 2005	(32) CALIFORNIA BREEDERS MARATHON STAKES THREE YEAR OLDS AND UPWARD, BRED IN CALIFORNIA	\$25,000 Added 870 YARDS
SATURDAY JULY 30, 2005	(33) JENS L LIST JR MEMORIAL CALIFORNIA BREEDERS STAKES THREE YEAR OLDS, BRED IN CALIFORNIA	\$25,000 Added 400 YARDS
SATURDAY JULY 30, 2005	(34) CALIFORNIA BREEDERS 550 SOPHOMORE STAKES THREE YEAR OLDS, BRED IN CALIFORNIA	\$25,000 Added 550 YARDS
SATURDAY JULY 30, 2005	(35) CALIFORNIA BREEDERS FRESHMAN STAKES TWO YEAR OLDS, BRED IN CALIFORNIA	\$25,000 Added 350 YARDS
SATURDAY JULY 30, 2005	(36) CALIFORNIA BREEDERS SPRINT STAKES THREE YEAR OLDS AND UPWARD, BRED IN CALIFORNIA	\$25,000 Added 350 YARDS
SATURDAY JULY 30, 2005	(37) \$10,000 SENIOR CLAIMING STAKES THREE YEAR OLDS AND UPWARD, BRED IN CALIFORNIA CLAIMING PRICE \$10,000	\$17,500 Added 400 YARDS
SATURDAY JULY 30, 2005	(38) \$5,000 SENIOR CLAIMING STAKES THREE YEAR OLDS AND UPWARD BRED IN CALIFORNIA CLAIMING PRICE \$5,000	\$15,000 Added 400 YARDS
SATURDAY JULY 30, 2005	(39) \$10,000 SENIOR DISTANCE CLAIMING STAKES THREE YEAR OLDS AND UPWARD BRED IN CALIFORNIA CLAIMING PRICE \$10,000	\$17,500 Added 870 YARDS
SATURDAY JULY 30, 2005	(40) \$5,000 SENIOR DISTANCE CLAIMING STAKES THREE YEAR OLDS AND UPWARD, BRED IN CALIFORNIA CLAIMING PRICE \$5,000	\$15,000 Added 870 YARDS
SATURDAY JULY 30, 2005	(41) \$10,000 SOPHOMORE CLAIMING STAKES THREE YEAR OLDS, BRED IN CALIFORNIA CLAIMING PRICE \$10,000	\$17,500 Added 350 YARDS
SATURDAY JULY 30, 2005	(42) \$5,000 SOPHOMORE CLAIMING STAKES THREE YEAR OLDS, BRED IN CALIFORNIA CLAIMING PRICE \$5,000	\$15,000 Added 350 YARDS
FRIDAY AUGUST 26, 2005	(43) JOHN DEERE CALIFORNIA DISTAFF CHALLENGE FILLIES AND MARES, THREE YEAR OLDS AND UPWARD TRIALS TO BE RUN, THURSDAY, AUGUST 11, 2005	\$7,500 Added 400 YARDS
FRIDAY AUGUST 26, 2005	(44) FORD JUVENILE CALIFORNIA CHALLENGE TWO YEAR OLDS TRIALS TO BE RUN, FRIDAY, AUGUST 12, 2005	\$7,500 Added 350 YARDS

To Be Run	EVENT	Purse & Distance	
SATURDAY AUGUST 27, 2005	(45) GOLDEN STATE DERBY THREE YEAR OLDS TRIALS TO BE RUN, SATURDAY, AUGUST 13, 2005	\$150,000 Estimated 400 YARDS	\$25,000 Added
FRIDAY SEPTEMBER 2, 2005	(46) PROFESSIONAL'S CHOICE CALIFORNIA CHALLENGE THREE YEAR OLDS AND UPWARD TRIALS TO BE RUN, FRIDAY, AUGUST 19, 2005	\$5,000 Added 350 YARDS	
SATURDAY SEPTEMBER 3, 2005	(47) MBNA CALIFORNIA CHALLENGE THREE YEAR OLDS AND UPWARD TRIALS TO BE RUN, SATURDAY, AUGUST 20, 2005	\$15,000 Added 440 YARDS	
FRIDAY SEPTEMBER 9, 2005	(48) BULL RASTUS THREE YEAR OLDS	\$25,000 Added 870 YARDS	
SATURDAY SEPTEMBER 10, 2005	(49) MILDRED N VESSELS FILLIES AND MARES, THREE YEAR OLDS AND UPWARD	\$100,000 Added 400 YARDS	
FRIDAY SEPTEMBER 23, 2005	(50) SGT PEPPER FEATURE THREE YEAR OLDS	\$30,000 Added 350 YARDS	
SATURDAY SEPTEMBER 24, 2005	(51) GO MAN GO HANDICAP THREE YEAR OLDS AND UPWARD	\$100,000 Added 400 YARDS	
FRIDAY SEPTEMBER 30, 2005	(52) PCQHRA BREEDERS DERBY THREE YEAR OLDS TRIALS TO BE RUN, SATURDAY, SEPTEMBER 17, 2005	\$125,000 Estimated 400 YARDS	\$25,000 Added
SATURDAY OCTOBER 1, 2005	(53) PCQHRA BREEDERS FUTURITY TWO YEAR OLDS TRIALS TO BE RUN, FRIDAY, SEPTEMBER 16, 2005	\$330,000 Estimated 350 YARDS	\$25,000 Added
FRIDAY OCTOBER 7, 2005	(54) AUTUMN HANDICAP TWO YEAR OLDS	\$25,000 Added 350 YARDS	
SATURDAY OCTOBER 8, 2005	(55) PAT HYLAND MEMORIAL HANDICAP THREE YEAR OLDS AND UPWARD	\$35,000 Added 870 YARDS	
FRIDAY OCTOBER 14, 2005	(56) FIRST DOWN DASH HANDICAP THREE YEAR OLDS AND UPWARD	\$35,000 Added 400 YARDS	
SATURDAY OCTOBER 15, 2005	(57) LOS ALAMITOS INVITATIONAL CHAMPIONSHIP THREE YEAR OLDS AND UPWARD	\$200,000 440 YARDS	
FRIDAY NOVEMBER 4, 2005	(58) GOLDEN STATE FUTURITY TWO YEAR OLDS TRIALS TO BE RUN, FRIDAY, OCTOBER 21, 2005	\$1,000,000 Guaranteed 400 YARDS	\$100,000 Added
SATURDAY NOVEMBER 5, 2005	(59) MBNA CHALLENGE CHAMPIONSHIP (G1) THREE YEAR OLDS AND UPWARD FOR HORSES QUALIFIED THROUGH A REGIONAL CHALLENGE CHAMPIONSHIP FINAL IN 2005 AS DETERMINED BY CHAMPIONSHIP PREFERENCES	440 YARDS	
SATURDAY NOVEMBER 5, 2005	(60) BAYER DERBY CHALLENGE CHAMPIONSHIP (G1) THREE YEAR OLDS FOR HORSES QUALIFIED THROUGH A REGIONAL CHALLENGE CHAMPIONSHIP FINAL IN 2005 AS DETERMINED BY CHAMPIONSHIP PREFERENCES	440 YARDS	

To Be Run	EVENT	Purse & Distance	
SATURDAY NOVEMBER 5, 2005	(61) PROFESSIONAL'S CHOICE CLAIMING CHALLENGE CHAMPIONSHIP THREE YEAR OLDS AND UPWARD FOR HORSES QUALIFIED THROUGH A REGIONAL CHALLENGE CHAMPIONSHIP FINAL IN 2005 AS DETERMINED BY CHAMPIONSHIP PREFERENCES	350 YARDS	
SATURDAY NOVEMBER 5, 2005	(62) FORD JUVENILE CHALLENGE CHAMPIONSHIP (G1) TWO YEAR OLDS FOR HORSES QUALIFIED THROUGH A REGIONAL CHALLENGE CHAMPIONSHIP FINAL IN 2005 AS DETERMINED BY CHAMPIONSHIP PREFERENCES	350 YARDS	
SATURDAY NOVEMBER 5, 2005	(63) JOHN DEERE DISTAFF CHALLENGE CHAMPIONSHIP (G1) FILLIES AND MARES, THREE YEAR OLDS AND UPWARD FOR HORSES QUALIFIED THROUGH A REGIONAL CHALLENGE CHAMPIONSHIP FINAL IN 2005 AS DETERMINED BY CHAMPIONSHIP PREFERENCES	400 YARDS	
SATURDAY NOVEMBER 5, 2005	(64) MD DISTANCE CHALLENGE CHAMPIONSHIP (G1) THREE YEAR OLDS AND UPWARD FOR HORSES QUALIFIED THROUGH A REGIONAL CHALLENGE CHAMPIONSHIP FINAL IN 2005 AS DETERMINED BY CHAMPIONSHIP PREFERENCES	870 YARDS	
SATURDAY NOVEMBER 5, 2005	(65) PCQHRA STAKES THREE YEAR OLDS AND UPWARD	440 YARDS	
SATURDAY NOVEMBER 5, 2005	(66) SOONER TRAILER STAKES THREE YEAR OLDS	400 YARDS	
SATURDAY NOVEMBER 5, 2005	(67) NUTRENA STAKES THREE YEAR OLDS AND UPWARD WHO HAVE STARTED FOR A CLAIMING PRICE OF \$5,000 OR LESS, AS DETERMINED BY UNDERCARD PREFERENCES	350 YARDS	
SATURDAY NOVEMBER 5, 2005	(68) AQHRJ STAKES TWO YEAR OLDS	350 YARDS	
SATURDAY NOVEMBER 5, 2005	(69) AQHA MEMBERS PLUS STAKES FILLIES AND MARES, THREE YEARS OLD AND UPWARD	400 YARDS	
SATURDAY NOVEMBER 5, 2005	(70) LONE STAR STAKES THREE YEAR OLDS AND UPWARD	870 YARDS	
FRIDAY NOVEMBER 11, 2005	(71) CORONA CHICK HANDICAP TWO YEAR OLDS	\$35,000 Added 400 YARDS	
SATURDAY NOVEMBER 12, 2005	(72) LOS ALAMITOS SUPER DERBY THREE YEAR OLDS TRIALS TO BE RUN, SATURDAY, OCTOBER 22, 2005	\$750,000 Estimated 400 YARDS	\$200,000 Added
SATURDAY NOVEMBER 19, 2005	(73) Z WAYNE GRIFFIN DIRECTORS TRIALS THREE YEAR OLDS AND UPWARD TRIALS FOR THE CHAMPION OF CHAMPIONS	\$20,000 per trial 400 YARDS	
SATURDAY DECEMBER 3, 2005	(74) LAS DIMAS HANDICAP FILLIES AND MARES, THREE YEAR OLDS AND UPWARD	\$50,000 Added 400 YARDS	
FRIDAY DECEMBER 9, 2005	(75) LOS ALAMITOS MILLION FUTURITY TWO YEAR OLDS TRIALS TO BE RUN, FRIDAY, NOVEMBER 25, 2005	\$1,500,000 Estimated 400 YARDS	\$200,000 Added

To Be Run	EVENT	Purse & Distance	
FRIDAY DECEMBER 9, 2005	(76) LOS ALAMITOS MILLION JUVENILE STAKES TWO YEAR OLDS	\$35,000 Guaranteed 400 YARDS	
SATURDAY DECEMBER 10, 2005	(77) CHAMPION OF CHAMPIONS THREE YEAR OLDS AND UPWARD TRIALS TO BE RUN SATURDAY, NOVEMBER 19, 2005 (Z WAYNE GRIFFIN DIRECTORS TRIALS - 400 YARDS)	\$500,000 Guaranteed 440 YARDS	\$400,000 Added
FRIDAY DECEMBER 16, 2005	(78) SOUTHERN CALIFORNIA DERBY THREE YEAR OLDS TRIALS TO BE RUN, FRIDAY, DECEMBER 2, 2005	\$150,000 Estimated 400 YARDS	\$25,000 Added
SATURDAY DECEMBER 17, 2005	(79) MARATHON NATIONAL THREE YEAR OLDS AND UPWARD TRIALS TO BE RUN, SATURDAY, NOVEMBER 26, 2005	\$150,000 Guaranteed 870 YARDS	\$100,000 Added
SUNDAY DECEMBER 18, 2005	(80) PAUL B FORD MEMORIAL HANDICAP THREE YEAR OLDS	\$25,000 Added 550 YARDS	

Total Added Money

\$3.665.000

Cal Bred

\$622,500 = 17 %

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.

C. CORPORATION

1. Registered name of the corporation: Horsemen's Quarter Horse Racing Association
2. State where incorporated: California
3. Registry or file number for the corporation: 3019242
4. Names of all officers & directors, titles, & the number of shares of the corporation held by each:

Ed Allred	Chairman & Chief Executive Officer
John Seibly	Vice President
Robert Passero	Chief Financial Officer
G. Michael Lyon	Secretary
Kathy Chavez	Treasurer
Spencer Childers	Chairman Emeritus
Bob Boniface	Director Emeritus
Virginia Hyland	Director Emeritus
Daniel Castronova	Director
Patrick Ford	Director
R. D. Hubbard	Director
Anthony Zidich	Director
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:

Quarter Horse Racing, Inc., 100%
6. Number of outstanding shares in the corporation: 0
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: Wagner, Kirkman and Blaine

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:
Quarter Horse Racing, Inc.
10. Attach the most recent annual financial statement for the corporation, including balance sheet and profit and loss statement, and a copy of a report made during the preceding 12 months to shareholders in the corporation and/or the Securities and Exchange Commission and/or the California Corporations Commission. Financials for the period ended 2003 are pending.

D. LLC

1. Registered name of the LLC:
2. State where articles of organization are filed:
3. Registry or file number for the LLC:
4. Names of all officers and directors, titles, and the number of shares of the LLC held by each:
5. Names (true names) of all members, other than the officers and directors listed above, that hold 5% or more of the outstanding shares in the LLC and the number of shares held by each:
6. Are the shares listed for public trading? Yes No
If yes, on what exchange and how is the stock listed:
7. If more than 50% of the shares are held by a parent corporation or are paired with any other corporation or entity, give the name of the parent and/or paired corporation or entity:
8. Attach the most recent annual financial statement for the LLC, including balance sheet and profit and loss statement, and a copy of a report made during the preceding 12 months to shareholders in the LLC and/or the Securities and Exchange Commission and/or the California Corporations Commission.

E. OTHER

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

F. Management and Staff

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

Edward C Allred	Chairman
Robert Passero	Chief Financial Officer
Michael Monji	Assistant General Manager
Frank Sherren	Plant Superintendent
Kathy Chavez	Controller
Al Cruz	Director of Security
Howard Knuchell	Director of Operations
Robert DiGiovanni	Director of Mutuels
Ed Burgart	Track Announcer
Melodie Knuchell	Director Simulcasting/Nominations
Sarah Varley	Paymaster of Purses
Richard Hughes	Director of Labor Relations

Orlando Gutierrez	Director of Marketing & Publicity
Rick Hughes	Track Surface Superintendent
Dennis Moore	Track Surface Consultant

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:
Edward C. Allred

5. PURSE PROGRAM

A. Estimated purse distribution:

1. All races other than stakes: \$12,582,500
2. Overnight stakes: N/A
3. Non-overnight stakes: \$3,665,000

B. Stakes Races:

1. Estimated purse distribution for all stakes races: \$3,665,000
2. Percentage of the estimated purse distribution for all stakes races that will be distributed for California-bred stakes races: 17% = \$622,500

- C. Estimated funds to be generated for all California-bred incentive awards: \$700,000 Breeder's
\$100,000 Owner's

- D. Estimated amount of payment to each recognized horsemen's organization contracting with the association and the name(s) of the organization(s):
- | | |
|------------------------------------|-------------------|
| Recognized Horsemen's Organization | Estimated Payment |
| PCQHRA | \$500,000 |

- E. Total estimated amount from all sources to be distributed at the meeting in the form of purses or other benefits to horsemen: \$17,547,500

- F. Estimated purse funds to be generated from on-track handle and intrastate off-track handle: \$9,000,000

- G. Estimated purse funds to be generated from interstate handle: \$8,000,000

- H. Bank or depository for the Paymaster of Purses' purse account and the account number:
United California Bank 1065-09906

- I. Name, address and telephone number of the pari-mutuel audit firm engaged for the meeting:
Ed Roland, 201 South Lewis 309, Orange, CA 92868 714-978-7868

NOTICE TO APPLICANT All funds generated and retained from on-track pari-mutuel handle which are obligated by law for distribution in the form of purses, breeders' awards or other benefits to horsemen, **shall not** be deemed as income to the association and **shall**, within 3 calendar days following receipt, be deposited in a segregated and separate liability account in a depository approved by the CHRB and shall be at the disposition of the Paymaster of Purses, who shall pay or distribute such funds to the persons entitled thereto. All funds generated from off-track simulcast wagering, interstate wagering, and out-of-state wagering which are obligated by law for distribution in the form of purses and breeders' awards, shall also be deposited within 3 calendar days following receipt, into such liability account. In the event the association is obligated to the payment of purses prior to those obligated amounts being retained from pari-mutuel

wagering for such purpose, or as a result of overpayment of earned purses at the conclusion of the meeting, the association shall transfer from its own funds such amounts as are necessary for the Paymaster of Purses to distribute to the horse owners statutorily or contractually entitled thereto. The association is entitled to recover such transferred funds from the Paymaster of Purses' account; and if insufficient funds remain in the account at the conclusion of the meeting, the association is entitled to carry forward the deficit to its next succeeding meeting as provided by B&P Code Section 19615(c) or (d). In the event of **underpayment** of purses which results in a balance remaining in the Paymaster of Purses' account at the conclusion of the meeting after distribution of amounts due to horsemen and breeders and horsemen's organizations, the association may carry forward the surplus amount to its next succeeding meeting; provided, however, that the amount so retained does not exceed an amount equivalent to the average daily distribution of purses and breeders' awards during the meeting. All amounts in excess shall be distributed retroactively and proportionally in the form of purses and breeders' awards to the horse owners and breeders having earned purses or awards during the conduct of the meeting.

6. STABLE ACCOMMODATIONS

- A. Number of usable stalls available for racehorses at the track where the meeting is held: 1428
- B. Minimum number of stalls believed necessary for the meeting: 1428
- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers: 0
- D. Name or location of each off-site stabling area and the number of stalls to be maintained at each site:
- 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 on-site stabling. N/A

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

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

7. PARI-MUTUEL WAGERING PROGRAM

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

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

	TYPE OF WAGERS	APPLICABLE RULES
Example Race:	\$1 E; \$2PK6	CHRB #1959, 1976.9
Race #1	\$1E, \$1DD, \$1PK4, \$1 TRI, \$1SF \$1 PPN	CHRB 1959, 1957, 1978, 1979, 1979.1, 1976.9
Race #2	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #3	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #4	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #5	\$1E, \$1PK3, \$1TRI, \$1SF, \$2PK6	CHRB 1959, 1977, 1979, 1979.1, 1976.9
Race #6	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #7	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #8	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #9	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #10	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #11	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #12	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #13	\$1E, \$1PK3, \$1TRI, \$1SF	CHRB 1959, 1977, 1979, 1979.1
Race #14	\$1E, \$1TRI, \$1SF, \$1DD	CHRB 1959, 1979, 1979.1, 1957
Race #15	\$1E, \$1TRI, \$1SF	CHRB 1959, 1979, 1979.1

1. Late daily double will always occur in the last two races of the race card.
2. If not enough horses carded in a race to offer a trifecta, we will offer a \$1 quinella, CHRB 1958.
3. Late pick four will always be offered on the last four races of the race card.
4. Rolling pick three begins in the second race of each card and continues though the 3rd to last race of the card.

B. The maximum carryover pool to be allowed to accumulate before its distribution **OR** the date(s) designated for distribution of the carryover pool: December 18, 2005

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: Thursday, Friday, Saturday, Sunday at 8:30 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 Racing Games, contact person: David Payton, contract expires December 2004.

8. SIMULCASTING WAGERING PROGRAM

A. Simulcast organization engaged by the association to conduct simulcast wagering:
 Southern California Off-Track Wagering, Inc.

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

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

Northern California
 Alameda County Fair, Pleasanton

Southern California
 Barona Casino, Lakeside

Big Fresno Fair, Fresno
 California State Fair \$ Expo, Sacramento
 Club One, Fresno
 Golden Gate Fields, Albany
 Kern County Fair, Bakersfield
 Monterey County Fair, Monterey

San Joaquin County Fair, Stockton
 Santa Clara County Fair, San Jose

Solano County Fair, Vallejo
 Sonoma County Fair, Santa Rosa
 Stanislaus County Fair, Turlock
 Tulare County Fair, Tulare

Fantasy Springs Casino, (Cabazon), Indio
 Del Mar Thoroughbred Club, Del Mar
 Hollywood Park, Inglewood
 Desert Expo Centre, Indio
 The Farmers Fair, Perris
 Antelope Valley Fair, Lancaster
 Santa Barbara County Fair, Santa Maria

National Orange Show, San Bernardino
 Fairplex Park, Pomona
 Santa Anita, Arcadia
 Viejas Casino & Turf Club, Alpine
 Earl Warren Showgrounds, Santa Barbara
 Sycuan Gaming Center, El Cajon
 Ventura County Fair, Ventura
 San Bernardino County Fair, Victorville

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

E. Out-of-state wagering systems that will combine their pari-mutuel pools with those of the association:
 We anticipate simulcasts to locations outside of the United States including: The Caribbean Basin (Las Caymanas Park and various books on St. Marten, Jamaica, Barbados, and Trinidad); Mexico (including Agua Caliente and related books, Juarez and related books, and Hipodromo de las Americas and related books); Panama (Hipodromo Presidente Remon); Dominican Republic (Hipodromo V. Centenario); Canada (Assiniboia Downs, Barrie Downs, Cloverdale Raceway, Dawartja Downs, Elmira Raceway, Flamboro Downs, Kawartha Dwons, Marquis Downs, Queensbury Downs, Rideau Carlton, Hippodromo l'Hippodrome de Montreal, Calgary Stampede, Hastings Park, Northland Park, Ontario Jockey Club, Stampede Park, Western Fair, Windsor Raceway, and others); Argentina (La Plata, San Ysidro, Pallermo, and related books); Brazil (Jockey Club and related books); Venezuela (La Rinconada and related books); U.S. Virgin Islands (books); Puerto Rico (El Commandante), and South Korea.

Arapahoe Park, CO
 Atlantic City Casinos, NJ
 Balmoral, IL
 Beulah Park, OH
 Calder, FL
 Connecticut OTB, CT
 Catskill OTB, NY
 Churchill Downs, KY
 Colonial Downs, VA
 Corpus Christi Greyhound, TX
 Dairyland Greyhound Park, WI
 Delta Downs, LA
 Downs at Albuquerque, NM
 Emerald Racing, WA
 Evangeline Downs, LA
 Fairmount Park, IL
 Fire Lake Entertainment Center
 Foxwoods Casino, CT

Arlington Park, IL
 Atlantic City Race Course, NJ
 Batavia Downs, NY
 Blue Ribbon Downs, OK
 Canterbury Park, MN
 Capitol District OTB, NY
 Charles Town, WV
 Columbus Races, NE
 Dakota Teletrack, SD
 Delaware Racing Assoc, DE
 Dover Downs, DE
 Ellis Park, KY
 Fair Grounds, LA
 Finger Lakes, NY
 Fonner Park, NE
 Freehold Raceway, NJ

- Great Lakes Downs, MI
- Gulf Greyhound, TX
- Hawthorne, IL
- Hinsdale Grehound Park, NH
- Keeneland, KY
- Lewiston OTB, ME
- Les Bois, ID
- Louisiana Downs, LA
- Maryland Jockey Club, MD
- Meskwaki Bingo and Casino, ID
- Montana Simulcast Partners, MT
- Mountaineer Park, WV
- Nassau/Suffolk OTB, NY
- New Mexico State Fair, NM
- Northfield Park, OH
- NYRA, NY
- Pocatello Downs, ID
- Prairie Meadows, IA
- Remington Park, OK
- Retama Park, TX
- River Downs, OH
- Rockingham Park, NH
- Ruidoso Downs, NM
- Sandy Downs, ID
- Saratoga Harness, NY
- Southland Greyhound, AK
- Suffolk Downs, MA
- SunRay Park, NM
- The Texas Hub, TX
- Tri-State Greyhound Park, WV
- Turfway Park, KY
- Valley Race Park, TX
- Western Region OTB, NY
- Wonderland Greyhound, MA
- Wyoming OTB, WY
- Youbet.com, CA
- Geneva Lakes Greyhound, WI
- Harrington Raceway, DE
- Hazel Park, MI
- Hoosier Park, IN
- Las Vegas Dissemination, NV
- Lebanon Raceway, OH
- Lone Star Race Park, TX
- Manor Downs, TX
- Maywood , IL
- Mobile Greyhound Park, AL
- Monticello Raceway, NY
- Multnomah Kennel Club, OR
- New Jersey Sports & Expo Authority, NJ
- Newport RI OTB, NJ
- Northville Downs, MI
- NY OTB, NY
- Portland Meadows, OR
- Raceway Park, OH
- Red Mile, KY
- Rillito Park, AZ
- Rosecroft Raceway, NY
- Sam Houston Park, TX
- Santa Fe Downs, NM
- Scioto Downs, OH
- Sports Media Network
- Sunland Park, NM
- The Stables, LVDC, KS
- Thistledowns, OH
- Turf Paradise, AZ
- TVG, OR
- Vernon Downs, NY
- Wichita Greyhound, KS
- Woodlands, KS
- Yavapai Downs, AZ

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

Examples:

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

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

QUARTER HORSE SIMULCAST RACES TO BE IMPORTED

6 out of state quarter horse races per live program on night with Harness overlap; 12 out of state quarter horse races on nights without harness overlap, with races predominately from quarter horse tracks in Louisiana, Texas, Oklahoma, New Mexico, and Iowa.

Name of Host Track	Race Dates	Full Card or Selected Feature and/or Stakes Races
Delta Downs	April - July	Selected races
Sam Houston	April- November	Selected races
Prairie Meadows	July-August	Selected races
Remington Park	March-May	Selected races
Ruidoso Downs	May-September	Selected races
Fair Meadows/Tulsa	August	Selected races
Hoosier Park	September	Selected races
Red Mile	July	Selected races
Evangeline Downs	September-November	Selected races
Lone Star Park	TBA	Selected races
Canterbury Park	TBA	Selected races
Indiana Downs	TBA	Selected races
Portland Meadows	TBA	Selected races
Retama Park	TBA	Selected 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":

HARNESS SIMULCAST RACES TO BE IMPORTED

Name of Host Track	Race Dates	Full Card or Selected Feature and/or Stakes Races
Balmoral	January-December	Selected races
Maywood	January-December	Selected races
Meadowlands	January 2 - August 2; November 14 - December 18	Selected races
Red Mile	September	Selected Stakes
Scioto Downs	August	Selected Stakes
Pompano Downs	October	Selected Stakes
Dover Downs	TBA	Selected races
Charlestown	TBA	Selected races
The Meadows	TBA	Selected races
Northfield Park	TBA	Selected races

Windsor Raceway	TBA	Selected races
Penn National	TBA	Selected 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:

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(d), attach a copy showing the agreement by the appropriate racing association(s). Agreements forwarded as needed.

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

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

9. CHARITY RACING DAYS

- A. Name and address of the distributing agent (charity foundation) for the net proceeds from charity racing days held by the association:
Los Alamitos Quarter Horse Charity Foundation, 4961 Katella Ave., Los Alamitos, CA 90720

- B. Names and addresses of the trustees or directors of the distributing agent:
Robert Main 4961 Katella Ave., Los Alamitos, CA 90720
Althea Miller 4961 Katella Ave., Los Alamitos, CA 90720
Charles Brain 4961 Katella Ave., Los Alamitos, CA 90720

- C. Dates the association will conduct races as charity racing days OR:
September 22, September 29, October 6, October 13, October 20, 2005

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

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

10. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

- A. Racing Officials nominated:
- | | |
|-----------------------------|---------------------------|
| Associate Judges | N/A |
| Association Veterinarian(s) | Thomas A. Hackathorn, DVM |
| Clerk of Scales | Alex Fernandez |
| Clerk of the Course | Linda Sherren |
| Horse Identifier | Michelle Lauck |
| Horseshoe Inspector | Harry Trosin |
| Paddock Judge | Glen Walker |
| Patrol Judges | Glen Walker |
| Placing Judges | Sheila Hart, Ed Reese |
| Starter | Bryan Brookfield |
- B. Management officials in the racing department:
- | | |
|-------------------------------------|--------------|
| Director of Racing | Ron Church |
| Racing Secretary | Ron Church |
| Assistant Racing Secretary | Ed Reese |
| Paymaster of Purses | Sarah Varley |
| Others (identify by name and title) | |
- C. Name, address and telephone number of the reporter employed to record and prepare transcripts of hearings conducted by the stewards:
Barbara Weinstein, 9582 Hamilton Ave, STE 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 12/31/05
- E. Photopatrol video equipment to be used to record all races, name of the person supplying the service, and expiration date of the service contract:
Pegasus Communications - Jim Porep 12/31/05
- F. Type of electronic timing device to be used for the timing of all races, name of the person supplying the service, and expiration date of the service contract:
Pegasus Communications - Jim Porep 12/31/05

11. SECURITY CONTROLS AND EMERGENCY SERVICES

- A. Name and title of the person responsible for security controls on the premises:
Al Cruz-Director of Security
- B. Estimated number of security guards, gatemen, patrolmen or others to be engaged in security tasks on a regular full-time basis. Describe the electronic security system:
12 security guards Video cameras strategically located throughout the facility.
- C. Name, address and emergency telephone number of the ambulance service to be used during workouts and the running of the races:
Huntington Ambulance, PO Box 145, Sunset Beach, CA 90742 562-904-1550
- D. Name, address and emergency telephone number of the ambulance service to be used during

workouts at auxiliary sites: N/A

- E. Attach a fire clearance from the fire authority having jurisdiction over the premises.
- F. Name of the workers' compensation insurance carrier for the association and the number of the insurance policy (if self-insured, provide details):
Andreini & Company-San Mateo Policy # WLRC4396382A
- G. Attach a Certificate of Insurance for workers' compensation coverage. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of insurance that secures the liability of the association for payment of workers' compensation.

12. CONCESSIONAIRES AND SERVICE CONTRACTORS

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

JM Concessions-Food/Liquor, 4961 Katella Ave., Los Alamitos, CA 90720
Centaur Hot Walkers, Inc., 5761 Ridgeview Ave., Mira Loma, CA 91752

13. SCHEDULE OF CHARGES

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

Admission (general)	3.00
Admission (clubhouse)	5.00/10.00 (Vessels club)
Reserved seating (general)	N/A
Reserved seating (clubhouse)	N/A
Parking (general)	free
Parking (preferred)	3.00/8.00 (premium)
Parking (valet)	N/A
Programs (on-track)	3.00
(off-track)	3.50

- B. Describe any "Season Boxes" and "Turf Club Membership" fees: Attached
- C. Describe any "package" plans such as combined parking, admission and program: N/A

14. 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="45/8"/>
<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:
Separate quarters with cubicles, showers, steam box.

ACORD CERTIFICATE OF LIABILITY INSURANCE

UP TO USE LOCAL-1 07/30/04

PRODUCER Andreini & Company-San Mateo License 0208825 220 West 20th Ave San Mateo CA 94403 Phone: 650-573-1111 Fax: 650-378-4395	THIS CERTIFICATE IS ISSUED AS A MATTER OF INFORMATION ONLY AND CONFERS NO RIGHTS UPON THE CERTIFICATE HOLDER. THIS CERTIFICATE DOES NOT AMEND, EXTEND OR ALTER THE COVERAGE AFFORDED BY THE POLICIES BELOW.	
	INSURERS AFFORDING COVERAGE	NAIC #
INSURED Los Alamitos Racing Assoc & Quarter Horse Racing, Inc. 4961 Katella Avenue Los Alamitos CA 90720	INSURER A: ACE American Insurance Co.	
	INSURER B:	
	INSURER C:	
	INSURER D:	
	INSURER E:	

COVERAGES

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

INSR ADD'L LTR INSR	TYPE OF INSURANCE	POLICY NUMBER	POLICY EFFECTIVE DATE (MM/DD/YY)	POLICY EXPIRATION DATE (MM/DD/YY)	LIMITS	
	GENERAL LIABILITY <input type="checkbox"/> COMMERCIAL GENERAL LIABILITY <input type="checkbox"/> CLAIMS MADE <input type="checkbox"/> OCCUR GEN'L AGGREGATE LIMIT APPLIES PER: <input type="checkbox"/> POLICY <input type="checkbox"/> PRO-JECT <input type="checkbox"/> LOC				EACH OCCURRENCE	\$
					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)	\$
	GARAGE LIABILITY <input type="checkbox"/> ANY AUTO				AUTO ONLY - EA ACCIDENT	\$
					OTHER THAN AUTO ONLY: EA ACC	\$
					AGG	\$
	EXCESS/UMBRELLA LIABILITY <input type="checkbox"/> OCCUR <input type="checkbox"/> CLAIMS MADE DEDUCTIBLE RETENTION \$				EACH OCCURRENCE	\$
					AGGREGATE	\$
						\$
						\$
						\$
A	WORKERS COMPENSATION AND EMPLOYERS' LIABILITY ANY PROPRIETOR/PARTNER/EXECUTIVE OFFICER/MEMBER EXCLUDED? If yes, describe under SPECIAL PROVISIONS below OTHER	WLRC4396382A	01/01/04	01/01/05	<input checked="" type="checkbox"/> WC STATU-TORY LIMITS <input type="checkbox"/> OTH-ER	
					E.L. EACH ACCIDENT	\$ 1000000
					E.L. DISEASE - EA EMPLOYEE	\$ 1000000
					E.L. DISEASE - POLICY LIMIT	\$ 1000000

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

CERTIFICATE HOLDER **CANCELLATION**

INSD001 For insured use only	SHOULD ANY OF THE ABOVE DESCRIBED POLICIES BE CANCELLED BEFORE THE EXPIRATION DATE THEREOF, THE ISSUING INSURER WILL ENDEAVOR TO MAIL 30 DAYS WRITTEN NOTICE TO THE CERTIFICATE HOLDER NAMED TO THE LEFT, BUT FAILURE TO DO SO SHALL IMPOSE NO OBLIGATION OR LIABILITY OF ANY KIND UPON THE INSURER, ITS AGENTS OR REPRESENTATIVES. AUTHORIZED REPRESENTATIVE <i>Devon Miller</i>
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Quarter Horse Membership Information (These Prices restricted to CHRB licensed horsemen)

- ***Vessels Exclusive - Quarter Horse \$3,000.00***

Membership includes one exclusive table for each night of the 2004 - 2005 Quarter Horse meet, four membership cards - each valid for one admission during the 2004 - 2005 Quarter Horse meet, and two *premier* parking stickers.

Certain Limitations & Restrictions apply to the above membership. Los Alamitos Race Course has the right to use your reserved table if you have not contacted the Maitre d' by the running of the 2nd race. It is the responsibility of the Vessels Club member to contact the Maitre d' @ 714-820-2681. LARC also reserves the right to utilize any tables for special events. LARC will provide you with written notice one week prior to the special event.

- ***Vessels Private Box - Quarter Horse \$1,500.00***

Membership includes one private four seat box, four membership cards - each valid for one admission during the 2004- 2005 Quarter Horse meet, and two *preferred* parking stickers.

- ***Vessels Annual – Quarter Horse \$300.00***

Membership includes one membership card valid for one admission daily or nightly during the 2004 - 2005 Quarter Horse Meet.

15. BACKSTRETCH EMPLOYEE HOUSING

- A. Attach written certification that an inspection of the backstretch employee housing has been conducted by a lead agency designated by the CHRB and the applicant is not aware of any known violations of the local housing ordinances.
Inspection completed.
- B. Number of rooms used for housing on the backstretch of the racetrack: 220 out of 344
- C. Number of restrooms available on the backstretch of the racetrack: 13
- D. Estimated ratio of restroom facilities to the number of backstretch personnel: 18/1

16. TRACK SAFETY

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

3,300

 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 is a metal slant rail with metal safety cover, 40" in height from track to top of rail. Outer rail is a metal gooseneck with 6" X 4" metal tubing.
- C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474: Rick Hughes/Dennis Moore
- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474.
- 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.

17. DECLARATIONS

- A. All labor and lease agreements and concession and service contracts necessary to conduct the entire meeting have been finalized except as follows (if no exceptions, so state): No exceptions
- B. Attach each horsemen's agreement pursuant to CHRB Rule 2044. **Pending**
- C. Attach a lease agreement permitting the association to occupy the racing facility during the entire term of the meeting. (In the absence of either a lease agreement or a horsemen's agreement, a request for an extension pursuant to CHRB Rule 1407 shall be made). **On file**

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

No exceptions

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

No exceptions

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

18. CERTIFICATION BY APPLICANT

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

Edward C. Allred

Print Name

Edward C. Allred

Signature

Chairman

Print Title

09/27/04

Date

STAFF ANALYSIS
 October 14, 2004

ISSUE: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF CAPITOL RACING, LLC AT CAL EXPO JANUARY 7 THROUGH JULY 30, 2005.

Capitol Racing, LLC filed its application to conduct a harness horse racing meeting at Cal Expo:

- January 7 through July 30, 2005. The association proposes to race 122 nights with 1,525 races, or 12.5 races per night.

January - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						1 H
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17 H	18	19	20	21	22
23/30	24/31	25	26	27	28	29

February - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		1	2	3	4	5
6	7	8	9	10	11	12 H
13	14	15	16	17	18	19
20	21 H	22	23	24	25	26
27	28					

March - 2005						
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		

April - 2005						
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

May - 2005						
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 H	31				

June - 2005						
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		

July - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
					1	2
3	4 H	5	6	7	8	9
10	11	12	13	14	15	16
17	18	19	20	21	22	23
24/31	25	26	27	28	29	30

- Racing Wednesday through Sunday through March 20, Wednesday through Saturday through July 2 and Thursday through Saturday through July 30.
 - Up to 15 live races per night with 12 simulcast races Wednesday and six Thursday through Sunday.
 - Racing Sunday, July 3.
 - No racing Wednesday, January 19, February 23 and June 1.
- First live post 6:30 p.m. daily.
 - First simulcast 4:50 p.m. Wednesday through Friday, 5:08 p.m. Saturday and 5:10 p.m. Sunday March 7.
- Specific changes from the 2004 license application include the following:
 - First live post in 2004 was 5:35 p.m.

- Request that Carl Sobey is appointed horse identifier pursuant to CHRB Rule 1525.
- Track safety requirements have been fulfilled.
- Wagering program will use CHRB rules and the ARCI daily double.
 - Early wagering 11:00 a.m. to 5:00 p.m. before each night of racing.
 - Request a \$1 select four to begin on races 2 and 6 and race 10 if at least 13 races are carded and a \$1 superfecta in any race that meets CHRB requirements.
 - Pick 6 – if no nightly winner(s) – 25% of wagers paid to 5 winner(s) and 75% carryover to next racing night. Mandatory payout on final night of race meet.
 - Special Select 4 with guaranteed \$20,000 net pool every Wednesday and Sunday night.
- Simulcasting conducted with out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.
- Inspection of backstretch worker housing completed.

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

1. Horsemen's agreement.
2. Fire clearance.
3. Stakes schedule.
4. Scientific Games Racing/Autotote contract.
5. Insurance policy for implementing alternate methodologies to Track Safety Standards. Current policy expires November 3, 2004.

RECOMMENDATION:

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

STATE OF CALIFORNIA
CALIFORNIA HORSE RACING BOARD
APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING
CHRB-17 (Rev. 7/01)

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:

Capitol Racing LLC (916) 263-7893
1010 Hurley Way, Suite 215 (916) 263-7886
Sacramento, CA 95825

or

P.O. Box 255069
Sacramento, CA 95865

B. Breed of horse: TB QH H

C. Racetrack name: *Cal-Expo Race Course*

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

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

2. DATES OF MEETING

A. Inclusive dates for the entire meeting: *January 7, 2005 thru July 30, 2005*

B. Actual dates racing will be held: *See attached Schedule I*

C. Total number of days or nights of racing: *122 nights*

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

Wed - Sun Tues - Sat Other (specify)

See attached Schedule I

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

See attached Schedule I

CHRB CERTIFICATION

Application received: *9/29/04*
Deposit received: *on file*
Reviewed: *PN*

Hearing date: *10/14/04*
Approved date:
License number:

**CAPITOL RACING AT CAL-EXPO
Winter/Spring 2005 Harness Race Meet**

JANUARY 2005				
Sun	Wed	Thur	Fri	Sat
			Opening 7 Night 	8 
9 	12 	13 	14 	15 
16 	No Racing	20 	21 	22 
23 	26 	27 	28 	29 
30 				

FEBRUARY 2005				
Sun	Wed	Thur	Fri	Sat
	2 	3 	4 	5 
6 Super Bowl No Racing	9 	10 	11 	12 
13 	16 	17 	18 	19 
20 	23 No Racing	24 	25 	26 
27 				

MARCH 2005				
Sun	Wed	Thur	Fri	Sat
	2 	3 	4 	5 
6 	9 	10 	11 	12 
13 	16 	17 	18 	19 
20 	23 	24 	25 	26 
27 No Racing	30 	31 		

APRIL 2005				
Sun	Wed	Thur	Fri	Sat
			1 	2 
	6 	7 	8 	9 
	13 	14 	15 	16 
	20 	21 	22 	23 
	27 	28 	29 	30 

MAY 2005				
Sun	Wed	Thur	Fri	Sat
	4 	5 	6 	7 
	11 	12 	13 	14 
	18 	19 	20 	21 
	25 	26 	27 	28 

JUNE 2005				
Sun	Wed	Thur	Fri	Sat
	1 No Racing	2 	3 	4 
	8 	9 	10 	11 
	15 	16 	17 	18 
	22 	23 	24 	25 
	29 	30 		

Day

CAPITOL RACING AT CAL-EXPO
Winter/Spring 2005 Harness Race Meet

JULY 2005				
Sun	Wed	Thur	Fri	Sat
			1 	2 
3 		7 	8 	9 
		14 	15 	16 
		21 	22 	23 
		28 	29 	30 

3. RACING PROGRAM

- A. Total number of races: 1525
- B. Number of races for each day or night: *Up to 15 races nightly.*
- C. Total number of stakes races: 26 (*includes 19 for Cal-breds*)
- 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.
Addendum to Horsemen's Agreement.
- 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:

See attached Schedule II

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 at Board Office.*
- C. CORPORATION
 - 1. Registered name of the corporation:
 - 2. State where incorporated:
 - 3. Registry or file number for the corporation:
 - 4. Names of all officers and directors, titles, and the number of shares of the corporation held by each:

Schedule II
POST TIMES FOR PROPOSED DAILY RACING PROGRAM

	<u>Wednesdays</u>	<u>Thursdays</u>	<u>Fridays</u>	<u>Saturdays</u>	<u>Sundays</u>
<u>Race #1</u>	6:30 p.m.	6:30 p.m.	6:30 p.m.	6:30 p.m.	6:30 p.m.
<u>Race #2</u>	6:51	6:51	6:50	6:50	6:51
<u>Race #3</u>	7:13	7:13	7:10	7:12	7:13
<u>Race #4</u>	7:33	7:34	7:30	7:36	7:33
<u>Race #5</u>	7:53	7:55	7:51	8:00	7:53
<u>Race #6</u>	8:14	8:16	8:15	8:21	8:14
<u>Race #7</u>	8:35	8:37	8:39	8:43	8:35
<u>Race #8</u>	8:56	8:58	9:03	9:05	8:56
<u>Race #9</u>	9:17	9:19	9:27	9:27	9:17
<u>Race #10</u>	9:37	9:40	9:51	9:48	9:37
<u>Race #11</u>	9:58	10:01	10:15	10:10	9:58
<u>Race #12</u>	10:18	10:22	10:39	10:31	10:18
<u>Race #13</u>	10:38	10:43	11:02	10:52	10:38
<u>Race #14</u>	10:59	11:04	11:22	11:13	10:59
<u>Race #15</u>	11:18	11:25	11:42	11:34	11:18
<u>Import #1</u>	4:50 p.m.	4:50 p.m.	4:50 p.m.	5:08 p.m.	5:10 p.m.
<u>Import #2</u>	5:08	5:09	5:09	5:28	5:25
<u>Import #3</u>	5:26	5:26	5:28	5:48	5:50
<u>Import #4</u>	5:45	6:02	6:01	6:08	6:15
<u>Import #5</u>	6:04	6:23	6:22	9:09	6:35
<u>Import #6</u>	6:23	6:44	6:43	9:30	7:05
<u>Import #7</u>	7:03	---	---	---	---
<u>Import #8</u>	7:24	---	---	---	---
<u>Import #9</u>	7:45	---	---	---	---
<u>Import #10</u>	8:06	---	---	---	---
<u>Import #11</u>	8:27	---	---	---	---
<u>Import #12</u>	8:48	---	---	---	---

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

D. LLC

1. Registered name of the LLC: *Capitol Racing LLC*
2. State where articles of organization are filed: *California*
3. Registry or file number for the LLC: *101997051009*
4. Names of all officers and directors, titles, and the number of shares of the LLC held by each:
Stephen A. Bieri – President
Barbara J. Bieri – Secretary & Treasurer
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:
None
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:
N/A
8. Attach the most recent annual financial statement for the LLC, including balance sheet and profit and loss statement, and a copy of a report made during the preceding 12 months to shareholders in the LLC and/or the Securities and Exchange Commission and/or the California Corporations Commission.
On file at Board Office

E. OTHER

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

F. Management and Staff

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

Alan Horowitz..... General Manager
John Matijasic..... Director of Marketing
Renee Moddison..... Parimutuel Manager
Richard May..... Director of Operations
J.R. Williams..... Track Superintendent
Richard Colby..... Director of Media Relations
Marty Bridges..... Program Director

- 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:

Alan Horowitz, General Manager

5. PURSE PROGRAM

A. Estimated purse distribution:

- 1. All races other than stakes: *\$3,980,000.*
- 2. Overnight stakes: *\$180,000. late closers*
- 3. Non-overnight stakes: *\$320,000. (Calif. Sire Stakes)*

B. Stakes Races:

- 1. Estimated purse distribution for all stakes races: *\$500,000.*
- 2. Percentage of the estimated purse distribution for all stakes races that will be distributed for California-bred stakes races: *77%*

C. Estimated funds to be generated for all California-bred incentive awards: *\$110,000.*

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

<u>Recognized Horsemen's Organization</u>	<u>Estimated Payment</u>
<i>California Harness Horsemen's Association</i>	<i>\$275,000.</i>

- E. Total estimated amount from all sources to be distributed at the meeting in the form of purses or other benefits to horsemen: *\$4,865.00.*
- F. Estimated purse funds to be generated from on-track handle and intrastate off-track handle:
\$810,000. On-track; \$3,330,000. Intrastate off-track
- G. Estimated purse funds to be generated from interstate handle:
\$445,000.
- H. Bank or depository for the Paymaster of Purses' purse account and the account number:
Bank of America; Acct. # 05239-09927
- I. 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; FAX (916) 482-4225*

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

6. STABLE ACCOMMODATIONS

- A. Number of usable stalls available for racehorses at the track where the meeting is held:
990 stalls
- B. Minimum number of stalls believed necessary for the meeting:
990 stalls
- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers:
N/A
- D. Name or location of each off-site stabling area and the number of stalls to be maintained at each site:
N/A
- E. Attach each contract or agreement between the association and the person(s) furnishing off-site stabling accommodations for eligible racehorses which cannot be provided stabling on-site.
N/A

Complete subsections F through I if the 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. *NA*

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

7. PARI-MUTUEL WAGERING PROGRAM

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

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

	TYPE OF WAGERS	APPLICABLE RULES
Example Race:	\$1 E; \$2 Twin Trifecta	CHRB #1959; RCI #VP
Race #1	\$1 E; \$1 Tri; \$1 DD	CHRB 1959; 1979; ARCI #VE
Race #2	\$1 E; \$1 Tri	CHRB 1959; 1979
Race #3	\$1 E; \$1 Tri; \$1 Pk 3	CHRB 1959; 1979; 1977
Race #4	\$1 E; \$1 Tri; \$1 Pk 3; \$2 Pk 6	CHRB 1959; 1979; 1977;1976.9
Race #5	\$1 E; \$1 Tri; \$1 Pk 3	CHRB 1959; 1979; 1977
Race #6	\$1 E; \$1 Tri	CHRB 1959; 1979
Race #7	\$1 E; \$1 Tri; \$1 Pk 3	CHRB 1959; 1979; 1977
Race #8	\$1 E; \$1 Tri; \$1 Pk 3	CHRB 1959; 1979; 1977
Race #9	\$1 E; \$1 Tri	CHRB 1959; 1979
Race #10	\$1 E; \$1 Tri; \$1 Pk 3 if 12 races	CHRB 1959; 1979; 1977
Race #11	\$1 E; \$1 Tri; \$1 Pk 3 if 13 races	CHRB 1959; 1979; 1977
Race #12	\$1 E; \$1 Tri; \$1 Pk 3 if 14 races	CHRB 1959; 1979; 1977
Race #13	\$1 E; \$1 Tri; \$1 Pk 3 if 15 races	CHRB 1959; 1979; 1977
Race #14	\$1 E; \$1 Tri	CHRB 1959; 1979
Race #15	\$1 E; \$1 Tri	CHRB 1959; 1979

- \$1 Pk 4 (CHRB 1978) requested to begin on Races 2 & 6, and on Race 10 if at least 13 races carded.
- \$1 Superfecta (CHRB 1979.1) requested in any race if requirements met, at Assoc. discretion.
- Bal-Cal Pk 4: first Saturday night of each month; 2 Balmoral Park, Ill. races & 2 from Cal-Expo.
- Special Pk 4 with Guaranteed \$20,000 net pool every Wednesday and Sunday Nights.
- Imported races from U.S. and Canadian harness & quarterhorse tracks will have co-mingled pools.
- \$2 Pk 6 (1976.9) If no nightly winner(s), 25% of wagers paid to 5 winner(s), 75% carryover to next racing night. Mandatory payout on final night of race meet.

B. The maximum carryover pool to be allowed to accumulate before its distribution **OR** the date(s) designated for distribution of the carryover pool: *Pk 6 mandatory payout final race night.*

C. List any options requested with regard to exotic wagering:
See Note above Section 7A on Bal-Cal Pick 4.

D. Will "advance" or "early bird" wagering be offered? Yes No

If yes, when will such wagering begin:
11:00 a.m. to 5:00 p.m. before each night of racing.

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 Contract pending
Autotote 11 System

8. SIMULCASTING WAGERING PROGRAM

- A. Simulcast organization engaged by the association to conduct simulcast wagering:
Southern California Off-Track Wagering, Inc. (Agreement on file with Board)
- 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 with Board.
- C. California simulcast facilities the association proposes to offer its live audiovisual signal:
All simulcast locations.
- D. Out-of-state wagering systems the association proposes to offer its live audiovisual signal:
See attached Schedule III
- E. Out-of-state wagering systems that will combine their pari-mutuel pools with those of the association:
Same as "D" above, except for authorized locations in Canada & Mexico.
- 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).

SCHEDULE III

OUT OF STATE SIMULCAST WAGERING LOCATIONS

American Tab, Oregon
Atlantic City, New Jersey
Capitol District OTB, New York
Catskill Region OTB, New York
Connecticut OTB, Connecticut
Diaryland Greyhound, Wisconsin
ExpressBet, California
Euro Off Track, NA
Fire Lake Casino, Oklahoma
Foxwoods Casino, Connecticut
Fraser Downs, B.C., CAN
Freehold Raceway, New Jersey
Hazel Park, Indiana
Hoosier Park, Michigan
Illinois OTB, Illinois
Indianapolis Downs, Indiana
International Racing Group, Curacao
Ladbrokes at Meadows, Pennsylvania
Las Vegas Dissemination, NV
Les Bois Park, Idaho
Lone Star Park, TX
Meadowlands Race Track, New Jersey
Mesquaki Casino, Iowa
Nassau Region OTB, New York
Nevada Parimutuel Association, Nevada
New York OTB, New York

Northfield Park, Ohio
Northville Downs, Michigan
Ocean Downs, Maryland
Penn National Gaming, Pennsylvania
Philadelphia Park, Pennsylvania
Plainridge Racecourse, Massachusetts
Pompano Park, Florida
Racing Channel, Oregon
Raceway Park, Ohio
Racing & Gaming Services, St. Kitts
Rosecroft Raceway, Maryland
Sam Houston Park, Texas
Scioto Downs, Ohio
Southland Greyhound, Arkansas
Sports Creek Raceway, Michigan
Suffolk Downs, MA
Suffolk Region OTB, New York
Sunland Park, New Mexico
Television Games Network (TVG)
Thistledowns, Ohio
The Downs at Albuquerque, NM
Western Region OTB, New York
Windsor Raceway, ONT. CAN
Woodbine Ent. Grp. ONT. CAN
Yonkers Raceway, New York
YouBet, Oregon

Bold type represents ADW providers.

THOROUGHBRED SIMULCAST RACES TO BE IMPORTED

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

Examples:

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

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

QUARTER HORSE SIMULCAST RACES TO BE IMPORTED

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

Examples:

Retama Park	4/8 & 4/9/99	Full Card
Ruidoso Downs	9/6/99	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":

HARNESS SIMULCAST RACES TO BE IMPORTED

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

Examples:

Saratoga Raceway	5/8/99	Full Card
Meadowlands	8/7/99	Selected Feature and/or Stakes Races

Six (6) out-of-state harness or quarterhorse races per live racing program on nights with QH overlap; twelve (12) out-of-state harness or quarterhorse races on nights without QH overlap, with races predominantly from harness tracks in Illinois and New Jersey, but also may include selected events from tracks in other CHRB approved jurisdictions. A full card of simulcast races to be imported from the Meadowlands on July 30, 2005 as Breeder's Crown program, as well as on the nights of the 2005 Meadowlands Pace and the 2005 North American Cup.

- 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
On occasion, Quarterhorse races may be imported from CHRB approved jurisdictions.

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

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

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

9. CHARITY RACING DAYS

- A. Name and address of the distributing agent (charity foundation) for the net proceeds from charity racing days held by the association:
On file at Board Office
- B. Names and addresses of the trustees or directors of the distributing agent:
Information on file with Board Office
- C. Dates the association will conduct races as charity racing days OR:
March 9 & March 23; April 13; May 11 & June 22, 2004
- D. Will the association pay the distributing agent an amount equal to the maximum required under B&P Code Section 19550(b)? Yes

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

10. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

A. Racing Officials nominated:

- Associate Judges*.....N/A
- Association Veterinarian(s)*..... *Dr. Henry Cook*
- Clerk of Scales*.....N/A
- Clerk of the Course*..... *Patricia Petersen*
- Horse Identifier*.....*Carl Sobey*
- Horseshoe Inspector*.....*Larry Goshman/John Walker*
- Paddock Judge*.....*Nate Bower/Wayne Short*
- Patrol Judges*..... *Bill Vallandingham*
- Placing Judges*.....*Ron Goldman*
- Starter*..... *Bill Vallandingham*
- Timer*..... *Ron Goldman*

B. Management officials in the racing department:

- Director of Racing*..... *Fred Kuebler*
- Racing Secretary*..... *N/A*
- Assistant Racing Secretary*.....*N/A*
- Paymaster of Purses*..... *Michi Abday*
- Others (identify by name and title)* *None*

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

Capital Reporters
2340 Harvard
Sacramento, CA
(916) 923-5447

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

<i>Post Time Productions</i>	<i>Additional Digital Systems provided by:</i>
<i>Mr. Mike Tepper</i>	<i>Sportsdata Systems (Mr. Jim Hisle)</i>
<i>Contract thru 7/31/05</i>	<i>Contract thru 7/31/05</i>

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

Pegasus Communications (Mr. Jim Porup)
Contract thru 7/31/05

- 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:
Sportsdata Systems (Mr. Jim Hisle); Contract thru 7/31/05

11. SECURITY CONTROLS AND EMERGENCY SERVICES

- A. Name and title of the person responsible for security controls on the premises:
Chief Kraft, Calif. State Fair Police
- B. Estimated number of security guards, gatemen, patrolmen or others to be engaged in security tasks on a regular full-time basis. Describe the electronic security system:
10 Closed-Circuit TV Surveillance system throughout enclosure; Security alarm System on doors; motion sensors in corridors & stairwells.
- C. Name, address and emergency telephone number of the ambulance service to be used during workouts and the running of the races:
*American Medical Response
 P.O. Box 3718
 Modesto, CA 95352
 (916) 565-2837*
- D. Name, address and emergency telephone number of the ambulance service to be used during workouts at auxiliary sites: *N/A*
- E. Attach a fire clearance from the fire authority having jurisdiction over the premises.
- F. Name of the workers' compensation insurance carrier for the association and the number of the insurance policy (if self-insured, provide details):
*State Compensation Insurance Fund
 Policy # 1488980-04*
- G. Attach a Certificate of Insurance for workers' compensation coverage. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of insurance which secures the liability of the association for payment of workers' compensation.
On file with Board Office; expires 4/1/05

12. CONCESSIONAIRES AND SERVICE CONTRACTORS

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

*Ovation/FanFare Enterprises
 6473 Sierra Lane
 Dublin, CA 94568*

Food & Liquor

**STATE
COMPENSATION
INSURANCE
FUND**

P.O. BOX 807 SAN FRANCISCO, CA 94142-0807

CERTIFICATE OF WORKERS' COMPENSATION INSURANCE

ISSUE DATE: 04-01-2004

GROUP: _____
POLICY NUMBER: 1488980-2004
CERTIFICATE ID: 2
CERTIFICATE EXPIRES: 04-01-2005
04-01-2004/04-01-2005

CALIFORNIA HORSE RACING BOARD NF
1010 HURLEY WAY SUITE 300
SACRAMENTO CA 95825

This is to certify that we have issued a valid Workers' Compensation insurance policy in a form approved by the California Insurance Commissioner to the employer named below for the policy period indicated.

This policy is not subject to cancellation by the Fund except upon 10 days advance written notice to the employer.

We will also give you 10 days advance notice should this policy be cancelled prior to its normal expiration.

This certificate of insurance is not an insurance policy and does not amend, extend or alter the coverage afforded by the policies listed herein. Notwithstanding any requirement, term, or condition of any contract or other document with respect to which this certificate of insurance 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.



AUTHORIZED REPRESENTATIVE



PRESIDENT

EMPLOYER'S LIABILITY LIMIT INCLUDING DEFENSE COSTS \$1,000,000.00 PER OCCURRENCE

EMPLOYER

LEGAL NAME

CAPITOL RACING LLC
PO BOX 255069
SACRAMENTO CA 95865

CAPITOL RACING
LLC

13. SCHEDULE OF CHARGES

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

- Admission (general)* \$3.00
- Admission (Turf Club)* No upgrade
- Reserved seating (general)* N/A
- Reserved seating (clubhouse)* N/A
- Parking (general)* N/A
- Parking (preferred)* N/A
- Parking (valet)* N/A
- Programs (on-track)* \$3.00
- (off-track)* \$3.50

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

N/A

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

N/A

14. 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="46"/> |
| <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 type="checkbox"/> Certified platform scale |

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

Cubicles, Shower, Food/beverage service & Lounge area.

15. BACKSTRETCH EMPLOYEE HOUSING

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

Completed.

B. Number of rooms used for housing on the backstretch of the racetrack: *100*

C. Number of restrooms available on the backstretch of the racetrack: *8*

D. Estimated ratio of restroom facilities to the number of backstretch personnel:
8/160

16. TRACK SAFETY

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

One mile

 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.
Pylons are used instead of the inner hub rail. An aluminum Steriline racing rail, in full compliance of track safety regulations, is used for the outer rail.
- C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474: *J. R. Williams, Track Superintendent*
- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474.
On file with Board Office
- 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.

17. DECLARATIONS

- A. All labor and lease agreements and concession and service contracts necessary to conduct the entire meeting have been finalized except as follows (if no exceptions, so state):
Contracts in place or to be negotiated.
- B. Attach each horsemen's agreement pursuant to CHRB Rule 2044.
To be negotiated.
- C. Attach a lease agreement permitting the association to occupy the racing facility during the entire term of the meeting. (In the absence of either a lease agreement or a horsemen's agreement, a request for an extension pursuant to CHRB Rule 1407 shall be made).
On file with Board Office
- D. All service contractors and concessionaires have valid state, county or city licenses authorizing each to engage in the type of service to be provided and have valid labor agreements, when applicable, which remain in effect for the entire term of the meeting except as follows (if no exceptions, so state):
No exceptions

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

No exceptions

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

18. CERTIFICATION BY APPLICANT

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

Alan B. Horowitz

Print Name

General Manager

Print Title



Signature

September 29, 2004

Date

CALIFORNIA HORSE RACING BOARD

October 14, 2004, Regular Board Meeting

There is no board package material for this item.

Information to be presented at the board meeting.

STAFF ANALYSIS
October 14, 2004

Issue: APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING OF THE LOS ANGELES TURF CLUB AT SANTA ANITA DECEMBER 26, 2004 THROUGH APRIL 18, 2005.

Los Angeles Turf Club filed its application to conduct a thoroughbred horse racing meeting at Santa Anita:

- December 26, 2004 through April 18, 2005, or 85 days, one more than 2004. The number of proposed races has yet to be determined.
 - At the October 5, 2004 Board meeting Los Angeles Turf Club was allocated 83 race days. They are requesting to add two additional days, Wednesday, January 19 and February 23.

December - 2004						
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 H
26	27	28	29	30	31	

January - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
						1 H
2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17 H	18	19	20	21	22
23/30	24/31	25	26	27	28	29

February - 2005						
Sun	Mon	Tue	Wed	Thu	Fri	Sat
		1	2	3	4	5
6	7	8	9	10	11	12 H
13	14	15	16	17	18	19
20	21 H	22	23	24	25	26
27	28					

March - 2005						
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		

April - 2005						
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 5 days per week, Wednesday through Sunday, with 8 races per day weekdays, 9 races opening day, weekends and holidays.
 - Request the option to program 10 races opening day, weekends and holidays.
 - Racing Monday, December 27, January 17, February 21 and April 18.
- First post 1:00 p.m. weekdays and 12:30 p.m. weekends and holidays.
 - 12:00 p.m. December 26, 2004 and on the day of Strub Stakes, Santa Anita Handicap and the Santa Anita Derby.
 - 3:00 p.m. on specific Fridays to be determined.
 - Post to be determined for Sunshine Millions.
- Specific changes from the 2004 license application include the following:
 - Victor Tovar replaces Harry Toston as horseshoe inspector, Dawn Jackson replaces Zachary Soto and Lisa Jones as patrol judge and Lisa Jones replaces David Samuel and Dino Perez as placing judge.

- Request that Dianne Piper is appointed horse identifier pursuant to CHRB Rule 1525.
- Track safety requirements have been fulfilled.
- Wagering program will use all CHRB rules.
 - Early wagering will start at 8:30 a.m.
- Simulcasting conducted with out-of-state racing jurisdictions pursuant to Business and Professions Code Section 19602; and with authorized locations throughout California.
- Inspection of backstretch worker housing completed.

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

1. Horsemen's agreement.
2. Fire clearance.
3. Stakes schedule.
4. Total number of races for the meet.
5. Amounts for purse program.
6. Cost for programs on-track and off-track.
7. Date and post time for Sunshine Millions.
8. Date for Strub Stakes, Santa Anita Handicap and Santa Anita Derby
9. Fridays that will have a 3:00 p.m. post.

RECOMMENDATION:

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

STATE OF CALIFORNIA
CALIFORNIA HORSE RACING BOARD
APPLICATION FOR LICENSE TO CONDUCT A HORSE RACING MEETING
CHRB-17 (Rev. 7/01)

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:

Los Angeles Turf Club, Incorporated
Santa Anita Park
285 W. Huntington Drive
Arcadia, CA 91007

Telephone: 626/574-7223
Fax Phone: 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.

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: **Proposed: December 26, 2004 through April 18, 2005**

B. Actual dates racing will be held: **Proposed: December 26, 27, 29, 30, 31; January 1, 2, 5, 6, 7, 8, 9, 12, 13, 14, 15, 16, 17, 19, 20, 21, 22, 23, 26, 27, 28, 29, 30; February 2, 3, 4, 5, 6, 9, 10, 11, 12, 13, 16, 17, 18, 19, 20, 21, 23, 24, 25, 26, 27; March 2, 3, 4, 5, 6, 9, 10, 11, 12, 13, 16, 17, 18, 19, 20, 23, 24, 25, 26, 27, 30, 31; April 1, 2, 3, 6, 7, 8, 9, 10, 13, 14, 15, 16, 17 and 18.**

C. Total number of days or nights of racing: **85 Proposed**

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

Wed – Sun Tues – Sat **Racing Monday, December 27, 2004, January 17, February 21 and April 18, 2005.**

E. Number of days or nights of racing per week: 5 Days

CHRB CERTIFICATION

Application received: 9/27/04
Deposit received: 10,000 VP
Reviewed: PN

Hearing date: 10/14/04
Approved date:
License number:

3. RACING PROGRAM

- A. Total number of races: *To Be Determined*
- B. Number of races for each day or night: Eight races on weekdays
*Nine races Opening Day, Weekends and holidays,
(*)With the option to program ten races on such days.
- C. Total number of stakes races: *To Be Determined*
- 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.
To Be Determined
- E. Will provisions be made for owners and trainers to use their own registered colors?
 Yes No If no, what racing colors are to be used:
- F. List all post times for the daily racing program:

	<u>Weekdays</u>	<u>Weekends & Holidays</u>		
Race 1	1:00 p.m.	12:30 p.m.		
Race 2	1:30 p.m.	1:00 p.m.		
Race 3	2:00 p.m.	1:30 p.m.		
Race 4	2:30 p.m.	2:00 p.m.-		
Race 5	3:00 p.m.	2:30 p.m.		
Race 6	3:30 p.m.	3:00 p.m.		
Race 7	4:00 p.m.	3:30 p.m.		
Race 8	4:30 p.m.	4:00 p.m.		
Race 9	5:00 p.m. (When applicable)	4:30 p.m. (When applicable)		
Race 10	(None)	5:00 p.m. (When applicable)		
Exceptions:	Sunday,	December 26, 2004	Opening Day	12:00 pm
	Saturday,	<i>TBD</i>	Sunshine Millions	TBD
	Saturday,	<i>TBD</i>	Strub Stakes	12:00 pm
	Saturday,	<i>TBD</i>	Santa Anita Handicap	12:00 pm
	Saturday,	<i>TBD</i>	Santa Anita Derby	12:00 pm
	Fridays,	<i>TBD</i>		3:00 pm

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 the Board.
- C. CORPORATION
1. Registered name of the corporation: Los Angeles Turf Club, Incorporated
 2. State where incorporated: California
 3. Registry or file number for the corporation: 481360
 4. Names of all officers and directors, titles, and the number of shares of the corporation held by each:
Zero shares are held by the officers of the corporation.
Frank Stronach, Chairman, Director
Jim McAlpine, Chief Executive Officer, Director
Jack McDaniel, President
Donald M. Amos, Chief Operating Officer, Director
Blake Tohana, Executive Vice-President & Chief Financial Officer
Chris McCarron, Vice-President & General Manager
Gary M. Cohn, Vice-President and Secretary
George Haines II, Vice-President & Assistant General Manager-Operations
James Bromby, Vice-President
Douglas R. Tatters, Vice President
Frank De Marco, Jr., Vice-President Regulatory Affairs and Assistant Secretary
Barbara Helm, Controller
Gino Roncelli, Director
 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:

Los Angeles Turf Club, Incorporated is a wholly owned subsidiary of The Santa Anita Companies, Inc., a Delaware Corporation, which is a wholly owned subsidiary of Magna Entertainment Corp., a Delaware Corporation.
 6. Number of outstanding shares in the corporation:

Los Angeles Turf Club, Incorporated: 25 shares (Not publicly traded.)
The Santa Anita Companies, Inc.: 100 shares (Not publicly traded.)
Magna Entertainment Corp.: 48,878,796 Class A Subordinate Voting Shares
58,466,056 Class B Shares
As of August 31, 2004
 7. Are the shares listed for public trading? Yes No
If yes, on what exchange and how is the stock listed:

The MEC shares are traded on the NASDAQ Exchange.
 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:
Magna Entertainment Corp.
- 10. Attach the most recent annual financial statement for the corporation, including balance sheet and profit and loss statement, and a copy of a report made during the preceding 12 months to shareholders in the corporation and/or the Securities and Exchange Commission and/or the California Corporations Commission.
Magna Entertainment Corp. recent quarterly report attached.

- 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:

Jack McDaniel, President
 Chris McCarron, Vice-President & General Manager
 George Haines, Vice-President & Assistant General Manager-Operations
 Frank DeMarco, Jr., Vice-President, General Counsel and Assistant Secretary
 Michael Gilligan, Vice President Marketing & Sales

Candace Coder-Chew, Director of Print & Graphics
 Steve Guise, Director of Facility & Grounds
 Randy Hartzell, Manager of Mutuels
 Barbara Helm, Controller
 Dick Honaker, Chief of Security
 Dick Hughes, Industrial Relations
 Richard Price, Director of Operations and Guest Services
 Pete Siberell, Director of Community Service & Special Events
 Amy Zimmerman, Director of Broadcasting
 Nina Zukin, Director of Information Services

Jay Cohen, Hornblower
 Trevor Denman, Public Address Commentator/Announcer
 Steve Wood, Track Superintendent

- 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:

Frank DeMarco, VP General Counsel & Assistant Secretary
 Los Angeles Turf Club, Incorporated, 285 W. Huntington Drive, Arcadia, CA 91007

5. PURSE PROGRAM (To Be Determined)

A. Estimated purse distribution:

- 1. All races other than stakes: \$
- 2. Overnight stakes: \$
- 3. Non-overnight stakes: \$

B. Stakes Races:

- 1. Estimated purse distribution for all stakes races: \$
- 2. Percentage of the estimated purse distribution for all stakes races that will be distributed for California-bred stakes races: %

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

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

Recognized Horsemen's Organization	Estimated Payment
NTRA	\$
Thoroughbred Owners of California	\$
California Thoroughbred Trainers, Inc.	\$ (*)
	(*)\$ Pension Fund + \$ Administration

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

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

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

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

Wells Fargo Regional Commercial Bank, West Covina Office and paid through the Paymaster of Purses account #4761-070465

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

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

NOTICE TO APPLICANT All funds generated and retained from on-track pari-mutuel handle which are obligated by law for distribution in the form of purses, breeders' awards or other benefits to horsemen, shall not be deemed as income to the association and shall, within 3 calendar days following receipt, be deposited in a segregated and separate liability account in a depository approved by the CHRB and shall be at the disposition of the Paymaster of Purses, who shall pay or distribute such funds to the persons entitled thereto. All funds generated from off-track simulcast wagering, interstate wagering, and out-of-state wagering which are obligated by law for distribution in the form of purses and breeders' awards, shall also be deposited within 3 calendar days following receipt, into such liability account. In the event the association is obligated to the payment of purses prior to those obligated amounts being retained from pari-mutuel wagering for such purpose, or as a result of overpayment of earned purses at the conclusion of the meeting, the association shall transfer from its own funds such amounts as are necessary for the Paymaster of Purses to distribute to the horse owners statutorily or contractually entitled thereto. The association is entitled to recover such transferred funds from the Paymaster of Purses'

account; and if insufficient funds remain in the account at the conclusion of the meeting, the association is entitled to carry forward the deficit to its next succeeding meeting as provided by B&P Code Section 19615(c) or (d). In the event of **underpayment** of purses which results in a balance remaining in the Paymaster of Purses' account at the conclusion of the meeting after distribution of amounts due to horsemen and breeders and horsemen's organizations, the association may carry forward the surplus amount to its next succeeding meeting; provided, however, that the amount so retained does not exceed an amount equivalent to the average daily distribution of purses and breeders' awards during the meeting. All amounts in excess shall be distributed retroactively and proportionally in the form of purses and breeders' awards to the horse owners and breeders having earned purses or awards during the conduct of the meeting.

6. STABLE ACCOMMODATIONS

- A. Number of usable stalls available for racehorses at the track where the meeting is held: 1,950
- B. Minimum number of stalls believed necessary for the meeting: 1,853
- C. Total number of usable stalls to be made available off-site at approved auxiliary stabling areas or approved training centers: 2,500 (Estimated)
- D. Name or location of each off-site stabling area and the number of stalls to be maintained at each site:
 - Hollywood Park 1,500
 - San Luis Rey Downs, 500
 - Fairplex, 500
- E. Attach each contract or agreement between the association and the person(s) furnishing off-site stabling accommodations for eligible racehorses which cannot be provided stabling on-site.
(on file with the board)

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

- F. Total number of usable stalls made available on-site for the 1986 meeting: 1,950
- G. Estimated cost to provide off-site stalls for this meeting: \$ 1,600,000
- H. Estimated cost to provide vanning from off-site stalls for this meeting. Show fees to be paid for vanning per-horse: \$350,000
 - \$160 RT for Hollywood and Pomona
 - \$290 RT for San Luis Rey Downs
- I. Estimated cost for off-site stabling and vanning for this meeting. Show cost per-day per-stall: \$1,950,000 (Approximately \$9 per day per stall.)

7. PARI-MUTUEL WAGERING PROGRAM

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

Use DD for daily double, E for exacta (special quinella), LS for limited sweepstakes (pick 6), PK3 for

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

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

- Rolling Daily Doubles beginning with Race #1. (CHRB #1957)
- \$1 Trifecta on all eligible Races. (CHRB #1979)
- \$1 Superfecta wagering as follows: All qualifying races. (CHRB #1979.1)
- Incoming simulcasts will follow host track format.
- Place PK-8 on 8-race program; Place PK-9 on 9-race program, Place PK-10 on 10-race program. Alternate runner provision. (CHRB 1976.8)
- PK-6 Last six live races 70% Carryover, 30% Minor. Closing Line Favorite evidenced by the amounts wagered in the win pool. (CHRB #1976.9)
- PK-4 Last four live Races. (CHRB #1978)
- Parlay Wagering Races 1-10 (CHRB #1954.1)
- Additional deduction provided by subdivision (a) of Section 19611.5 will be made.

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

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 each day.

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 Expires: 9/2005

8. SIMULCASTING WAGERING PROGRAM

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

Southern California Off-Track Wagering, Inc.

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

Agreement on file with the Board.

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

Antelope Valley Fair, Lancaster
 Barona Casino, Lakeside
 Bay Meadows and Northern California Simulcast Locations
 California Mid-State Fair, Paso Robles
 Del Mar Fair, Del Mar
 Derby Club at Seaside Park, Ventura
 Earl Warren Showgrounds, Santa Barbara
 Fairplex, Pomona
 Golden Gate Fields and Northern California Simulcast Locations
 Hollywood Park, Inglewood
 Indian Fantasy Springs Casino, Indio
 Los Alamitos Race Track, Los Alamitos
 National Orange Show, San Bernardino
 Santa Barbara County Fair, Santa Maria
 Shalimar Sports Center, Indio
 Sports Pavilion, Lake Perris
 Sports Pavilion, Victorville
 Sycuan Casino, El Cajon
 Viejas Casino, Alpine

- D. Out-of-state wagering systems the association proposes to offer its live audiovisual signal:
 See attached exhibits for Common Pool Sites and Separate Pool/Flat Fee Sites.

- 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":

Proposed Import Exhibit attached.

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

THOROUGHBRED SIMULCAST RACES TO BE IMPORTED

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

LATC 2004-05 Proposed Imports*

Track	Race(s)
Aqueduct	Full / Partial Card
Calder	Full / Partial Card or Stakes
Fair Grounds	Full / Partial Card or Stakes
Gulfstream	Full / Partial Card
Hawthorne	Full / Partial Card or Stakes
Hastings (Int'l)	Full / Partial Card or Stakes
Keeneland	Full / Partial Card or Stakes
Laurel / Pimlico	Full / Partial Card or Stakes
Oaklawn	Full / Partial Card or Stakes
Philadelphia Park	Full / Partial Card or Stakes
Tampa Bay Downs	Full / Partial Card of Stakes
Thistledown	Full / Partial Card or Stakes
Turf Paradise	Full / Partial Card or Stakes
Turfway Park	Partial Card or Stakes
Woodbine (Int'l)	Full / Partial Card or Stakes

*Schedule to be determined monthly

Santa Anita 2004-05 Proposed Common Pool Sites**

**Tentative

<u>Guest Site</u>	<u>State</u>
America Tab	OH
Arapahoe Park	CO
Arlington International Racecourse	IL
Atlantic City Casino Assn.	NJ
Atlantic City Race Course	NJ
Atokad Downs	NE
Attheraces, Plc	UK
Balmoral Park/Maywood	IL
Bettor Racing OTB	SD
Beulah Park	OH
Birmingham Race Course	AL
Blue Ribbon Downs	OK
Bluffs Run Greyhound Park & Casino	IA
Boyd Gaming, dba Delta Downs	LA
Buffalo Trotting Association	NY
Calder Race Course	FL
Canterbury Park	MN
Capital District OTB	NY
Catskill OTB	NY
Charles Town Races	WV
Choctaw Racing Services, LLC	OK
Churchill Downs	KY
Churchill Downs Sports Spectrum	KY
Coeur d' Alene Casino	ID
Colonial Downs	VA
Columbus Races	NE
Connecticut OTB	CT
Corpus Christi Greyhound Race Track	TX
Dairyland Greyhound Park	WI
Delaware Park	DE

<u>Guest Site</u>	<u>State</u>
Dover Downs	DE
Downs at Albuquerque	NM
Ellis Park	KY
Emerald Downs	WA
Evangeline Downs	LA
Fair Meadows at Tulsa	OK
Fairgrounds Race Course	LA
Fairmount Park	IL
Finger Lakes Race Track	NY
Fonner Park	NE
Freehold Raceway	NJ
Geneva Lakes Kennel Club	WI
Gillespie County Fair Race Meet	TX
'Great Lakes Downs	MI
Gulfstream Park	FL
Hawthorne National LLC	IL
Hawthorne Race Course	IL
Hazel Park	MI
Hinsdale Greyhound Park	NH
Hoosier Park	IN
Horsemen's Park	NE
Indiana Downs	IN
International All Sports Limited	MD
Jackson Harness Raceway	MI
Keeneland Association	KY
Kentucky OTB	KY
Las Vegas Dissemination Co.	NV
Lebanon Raceway	OH
Les Bois Park Simulcast Network	ID
Lewiston Raceways, Inc.	ME
Lincoln Park	RI
Lone Star Race Park Ltd.	TX
Louisiana Downs	LA
LVDC / Holiday Beach Hotel & Casino	NV

<u>Guest Site</u>	<u>State</u>
LVDC / Tonkawa Bingo	OK
LVDC / Tribal Locations	NV
Manor Downs	TX
Maryland Jockey Club	MD
Midway Slots & Simulcast	DE
Monmouth Park	NJ
Montana Simulcast Partners	MT
Monticello Raceway	NY
Mount Pleasant Meadows	MI
Mountaineer Park	WV
Multnomah Greyhound Park	OR
Nassau/Suffolk OTB	NY
Nevada Pari-Mutuel Association	NV
New Jersey Sports & Exposition Authority	NJ
New York City Off-Track Betting	NY
New York Racing Association	NY
Newport Jai-Alai	RI
Northfield Park	OH
Northville Downs Partnership	MI
Northville Racing Corp.	MI
Oaklawn Park	AR
Ocean Downs	MD
Penn National Race Course	PA
Philadelphia Park	PA
Plainridge Race Course	MA
Playfair Race Course	WA
Pocatello Downs	ID
Portland Meadows	OR
Prairie Meadows	IA
Raceway Park	OH
Racing & Gaming Services, Inc.	British
Racing Channel dba oneclickbetting.com	PA
Racing Services, Inc.	ND
Remington Park	OK

<u>Guest Site</u>	<u>State</u>
Retama Park	TX
River Downs	OH
Rockingham Park	NH
Ruidoso Downs	NM
Saginaw Harness Raceway	MI
Sam Houston Race Park, LTD	TX
Saratoga Raceway	NY
Scarborough Downs	ME
Scioto Downs	OH
Southland Greyhound Park	AR
Sports Creek Raceway	MI
Sportsman's Park	IL
State Fair Park	NE
Stevenson & Associates, Inc. (Common)	MD
Suffolk Downs	MA
Sunland Park	NM
Sunray Park	NM
Tampa Bay Downs	FL
The Green Track	AL
The Greyhound Park at Post Falls	ID
The Meadows	PA
The Texas Hub at Gulf Greyhound	TX
Thistledown Racing	OH
Tri-State Racetrack & Gaming Center	WV
TRN International	PA
Turf Paradise	AZ
Turfway Park	KY
U.S. Off Track, LLC	FL
Vernon Downs	NY
Western Regional OTB	NY
Wheeling Downs	WV
Wichita Greyhound Park	KS
Wonderland Greyhound Park	MA
Woodlands	KS

Guest Site

State

Wyoming OTB

WY

XpressBet, Inc.

CA

Yonkers Raceway

NY

Youbet

CA

Examples:

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

- G. For **QUARTER HORSE** racing associations, list the host track from which the association proposes to import out-of-state and/or out-of-country quarter horse races. Include the dates imported races will be held, and whether or not a full card will be accepted. If the full card will not be imported, state "selected feature and/or stakes races": N/A
- 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
- 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
- J. For **ALL** racing associations, if any out-of-state or out-of-country races will commence outside of the time constraints set forth in B&P Code Section 19596.2(d), attach a copy showing the agreement by the appropriate racing association(s). N/A

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

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

9. CHARITY RACING DAYS

- A. Name and address of the distributing agent (charity foundation) for the net proceeds from charity racing days held by the association:
 Board of Directors, Los Angeles Turf Club, Incorporated
 285 W. Huntington Drive, Arcadia, CA 91007
- B. Names and addresses of the trustees or directors of the distributing agent:
 Jim McAlpine
 John C. Cushman, III
 Graham J. Orr
 Gino Roncelli
 Frank Stronach

Los Angeles Turf Club, Incorporated, c/o Frank De Marco, Assistant 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).

10. RACING OFFICIALS, OFFICIALS, AND OFFICIATING EQUIPMENT

A. Racing Officials nominated:

Associate Judges	N/A
Association Veterinarian(s)	Dr. Ray Baran
Clerk of Scales	Kevin Colosi
Clerk of the Course	Melanie Stubblefield
Horse Identifier	Dianne Piper
Horseshoe Inspector	Victor Tovar
Paddock Judge	Ken Goldberg
Patrol Judges	Ken Goldberg, Dawn Jackson
Placing Judges	Bob Moreno, Lisa Jones
Starter	Jay Slender
Timer	Jeff Tufts

B. Management officials in the racing department:

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

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

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

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

Plusmic USA/Bill O'Brien Expires: May 1, 2005

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

In-house Video System as follows:

MAJOR VIDEO EQUIPMENT LISTING

Cameras:

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

Camera Positions:

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

Control Room Equipment

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

- 1-GVG 251 Editor
- 30-Jerold TV Modulators
- 2-Chyron MAX! Graphics Generators
- 2-Chyron Maxine! Graphics Generators

Public

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

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

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

11. SECURITY CONTROLS AND EMERGENCY SERVICES

A. Name and title of the person responsible for security controls on the premises:
 Dick Honaker, Chief of Security

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

- 7, Investigators
- 1, Dispatcher/Child Care
- 40, Security Guards
- 1, Secretary
- 2, Fire Marshall's
- 13, Gatemen
- 1, Secretary-Stable Credentials

Surveillance cameras are placed strategically throughout the facility.

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

Huntington Ambulance Service, PO Box 145, Sunset Beach, CA 90742, (562) 904-1550

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

- Hollywood Park: Huntington Ambulance Service (same as above)
- Fairplex: E.M.S., 10765 Noel St., Los Alamitos, CA 90720 (562) 493-2070
- San Luis Rey Downs: Emergency procedures plan on file with the Board.

- E. Attach a fire clearance from the fire authority having jurisdiction over the premises.

Fire clearances for the stabling area at Santa Anita Park will be submitted after inspections of the facilities by the respective Fire Agencies and will be made within the requires 45 days and submitted to the Board.

- F. Name of the workers' compensation insurance carrier for the association and the number of the insurance policy (if self-insured, provide details):
 Liberty International, Aon Reed Stenhouse Inc.
 Policy #WC2-B71-072827-024 Expires: January 1, 2005

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

12. CONCESSIONAIRES AND SERVICE CONTRACTORS

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

HANDICAPPERS

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

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

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

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

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

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

13. SCHEDULE OF CHARGES

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



Aon Reed Stenhouse Inc.

20 Bay Street
Toronto, Canada M5J 2N9
Tel: (416) 868-5500 Fax: (416) 868-5580

Memorandum of Insurance

No. M178 / 04-05

To: California Horse Racing Board
Attn: Insurance Department
1010 Hurley Way
Sacramento, California 95825

Re: For Evidence of Coverage

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: Magna Entertainment Corp. and/or The Los Angeles Turf Club, Inc. a/o MI Developments Inc.
285 W Huttington Drive
Arcadia, CA 91007

Coverage:

	Insurer	Policy No.	Policy Eff.Date	Policy Exp.Date	Limit(s) of Liability not less than/ Perils Insured
US Commercial General Liability	Zurich American Insurance Company	GLO9302183-02	Jan. 1/2004	Jan. 1/2005	\$1,000,000 US INCLUSIVE Bodily Injury and Property Damage subject to aggregate where applicable
Workers' Compensation	Liberty International	WC2-B71-072827-024	Jan. 1/2004	Jan. 1/2005	As per applicable State Law

This memorandum constitutes a statement of the facts as of the date of issuance and are so represented and warranted only to California Horse Racing Board; other persons relying on this memorandum do so at their own risk.

Aon Reed Stenhouse Inc.

Dated September 28, 2004, at Toronto, Ontario

Mary M. Smith, Supervisor
Technical Services Department

Issued by: Vivian Lee
Direct Line: 416-868-5668

**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**

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

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

Season Box Seats:	\$ 380 per seat	
Season Turf Club:	\$ 750 (Single)	\$1,175 (Double)

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

14. JOCKEYS QUARTERS

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

<input checked="" type="checkbox"/> Corners (lockers and cubicles)	How many	<input 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:
 Amenities as above including sofas, but in separate quarters. Four corners.
 They share the food and beverage service area.

15. BACKSTRETCH EMPLOYEE HOUSING

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

B. Number of rooms used for housing on the backstretch of the racetrack: 445+

C. Number of restrooms available on the backstretch of the racetrack:
 29 Restrooms (116 Toilets, 99 Lavatories, 45 Urinals, 64 Showers)

D. Estimated ratio of restroom facilities to the number of backstretch personnel: 47

16. TRACK SAFETY

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

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.
- Metal gooseneck with sheet metal covering. Total rail height ranges from 38 to 42 inches.
- C. Name of the person responsible for supervision of the maintenance of the racetrack safety standards pursuant to CHRB Rule 1474: Steve Guise, Director of Facility & Grounds
- D. Attach a Track Safety Maintenance Program pursuant to CHRB Rule 1474.
Maintenance information attached.
- E. If the association is requesting approval to implement alternate methodologies to the provisions of Article 3.5, Track Safety Standards, pursuant to CHRB Rule 1471, attach a Certificate of Insurance for liability insurance which will be in force for the duration of the meeting specified in Section 2. The CHRB is to be named as a certificate holder and given not less than 10 days' notice of any cancellation or termination of liability insurance. Additionally, the CHRB must be listed as additionally insured on the liability policy at a minimum amount of \$3 million per incident. The liability insurance certificate must be on file in the CHRB headquarters office prior to the conduct of any racing. N/A

17. DECLARATIONS

- A. All labor and lease agreements and concession and service contracts necessary to conduct the entire meeting have been finalized except as follows (if no exceptions, so state): No exceptions.
- B. Attach each horsemen's agreement pursuant to CHRB Rule 2044. Pending.
- C. Attach a lease agreement permitting the association to occupy the racing facility during the entire term of the meeting. (In the absence of either a lease agreement or a horsemen's agreement, a request for an extension pursuant to CHRB Rule 1407 shall be made). 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.

18. CERTIFICATION BY APPLICANT

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

LOS ANGELES TURF CLUB, INCORPORATED

Jack McDaniel
Print Name

Jack McDaniel
Signature

President
Print Title

9/24/04
Date



HOLLYWOOD PARK
A Churchill Downs Company

ITEM - 7

EUAL G. WYATT, JR.
GENERAL MANAGER

September 30, 2004

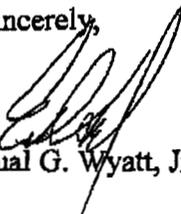
Roy C. Wood, Jr.
Executive Director
California Horse Racing Board
1010 Hurley Way, Suite 300
Sacramento, CA 95825

Dear Roy:

We respectfully request that Hollywood Park be granted CHRB approval to adopt the 10-day veterinarian list rule for our upcoming Fall 2004 race meeting.

Thank you for your consideration.

Sincerely,



Eual G. Wyatt, Jr.



HOLLYWOOD PARK
A Churchill Downs Company

EUAL G. WYATT, JR.
GENERAL MANAGER

October 1, 2004

Roy Minami
Executive Director
California Horse Racing Board
1010 Hurley Way, Suite 300
Sacramento, CA 95825

Dear Roy:

Pursuant to our request to be allowed to use the ten day vet list rule for our 2004 Fall Meeting, we submit the following information which compares the number of veterinarian reason scratches and the percentage of the difference of these comparisons for corresponding meets since 2002. The 10 day rule was in use during our 2002 Fall Meeting and our 2003 Spring/Summer Meeting. Please note that because our Fall Meeting in 2003 was 30 days we only compared those scratches which occurred during the first 30 days of the 2002 Fall Meeting which was 35 days.

SPRING/SUMMER

Year (all 65 day meets)	2002	2003	2004
Vet's List (rule in effect)	5 days	10 days	5 days
Veterinarian Reason			
Scratches	239 +76%	136	178 +31%

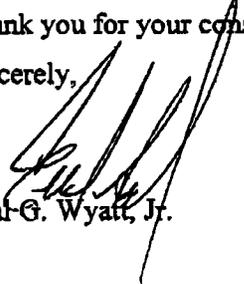
FALL

Year (length of meet)	2002 (35 days)	2003 (30 days)
Vet's List (rule in effect)	10 days	5 days
Scratches	69*	89* +29%

*2003 compared to first 30 days of 2002 meet

Thank you for your consideration.

Sincerely,


Eual G. Wyatt, Jr.

CALIFORNIA HORSE RACING BOARD

October 14, 2004, Regular Board Meeting

There is no board package material for this item.

Information to be presented at the board meeting.

**STAFF ANALYSIS
STAFF REPORT ON END-OF-MEET RESULTS**

**REGULAR BOARD MEETING
OCTOBER 14, 2004**

Background:

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

Recommendation:

This item is for information and discussion.

END-OF-MEET OUTLINE SUMMARY

For the California Horse Racing Board meeting, October 14, 2004. This report includes a summary for the following racing meetings: DEL MAR THOROUGHBRED CLUB, the CALIFORNIA STATE FAIR, and the LOS ANGELES COUNTY FAIR.

Del Mar Thoroughbred Club

July 21 – September 8, 2004

Race days: 43

AVERAGE DAILY STATISTICS

	PERCENTAGE CHANGE
Ave. Daily handle	1.95%
Ave. On-track	-0.70%
Ave. Off-track	-4.50%
Ave. Interstate-exported	3.09%
Ave. ADW	22.87%
Ave. Daily attendance-Calif.	-2.88%
Ave. On-track	1.00%
Ave. Off-track	-8.56%

California State Fair at Sacramento

August 25 – September 6, 2004

Race days: 12

AVERAGE DAILY STATISTICS

	PERCENTAGE CHANGE
Ave. daily handle	-1.41%
Ave. On-track	-6.26%
Ave. Off-track	-5.16%
Ave. Interstate-exported	-3.31%
Ave. ADW	38.84%
Ave. daily attendance-Calif.	-15.38%
Ave. On-track	-14.66%
Ave. Off-track	-16.46%

CALIFORNIA HORSE RACING BOARD
End-Of-Meet Summary

Page 2

October 14, 2004

Los Angeles County Fair at Pomona
September 10 - 26, 2004
Race days: 17

AVERAGE DAILY STATISTICS

	PERCENTAGE CHANGE
Ave. daily handle	0.17%
Ave. On-track	1.61%
Ave. Off-track	-11.28%
Ave. Interstate-exported	7.86%
Ave. ADW	25.19%
Ave. daily attendance-Calif.	-9.06%
Ave. On-track	-10.81%
Ave. Off-track	-9.06%

DEL MAR THOROUGHBRED CLUB

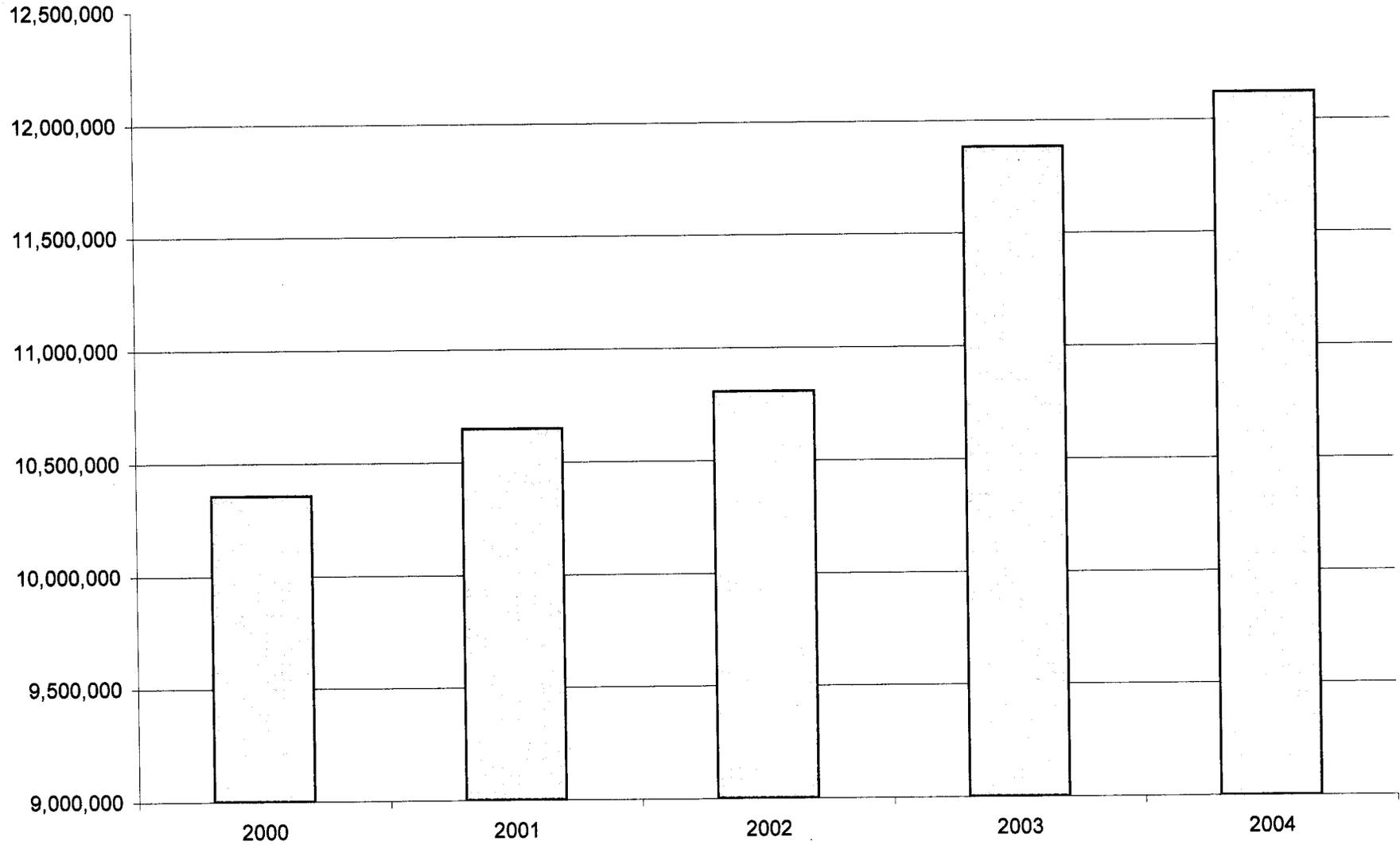
YEAR	2000	2001	2002	2003	2004
TOTAL RACE DAYS	43	43	43	43	43
TOTAL HANDLE	\$445,273,389	\$457,895,051	\$464,707,784	\$510,968,915	\$521,113,745
ON-TRACK	99,346,745	99,740,719	98,830,070	102,961,640	102,242,996
OFF-TRACK	174,881,604	178,834,540	166,274,621	163,303,386	156,275,504
INTERSTATE	171,045,040	179,319,792	180,417,144	206,549,861	213,128,960
ADW			19,185,950	38,154,028	49,466,286
LIVE	360,600,704	369,948,385	379,324,724	425,274,411	439,615,212
INTRASTATE IMPORTED	46,165,706	43,392,527	36,844,860	37,152,703	34,190,989
INTERSTATE IMPORTED	38,267,142	44,424,850	48,245,564	48,223,773	47,307,544
INTERNATIONAL IMPORTED	239,837	129,289	292,636	318,027	0
AVERAGE DAILY HANDLE	10,355,195	10,648,722	10,807,158	11,882,998	12,118,924
ON-TRACK	2,310,389	2,319,552	2,298,374	2,394,457	2,377,744
OFF-TRACK	4,067,014	4,158,943	3,866,852	3,797,753	3,634,314
INTERSTATE	3,977,792	4,170,228	4,195,748	4,803,485	4,956,487
AVE. ADW			446,185	887,303	1,150,379
AVERAGE LIVE	8,391,640	8,606,458	8,828,311	9,897,499	10,223,610
INTRASTATE IMPORTED	1,073,621	1,009,129	856,857	864,016	795,139
INTERSTATE IMPORTED	889,934	1,033,136	1,121,990	1,121,483	1,100,175
INTERNATIONAL IMPORTED	5,578	3,007	6,805	7,396	0
COMMINGLED TAKEOUT	85,856,497	87,705,576	89,937,452	96,899,391	102,211,988
EFFECTIVE TAKEOUT	19.28%	19.15%	19.35%	18.96%	19.61%
STATE LICENSE FEES	6,371,693	6,481,199	6,139,301	6,284,789	6,230,514
STATE %	1.43%	1.42%	1.32%	1.23%	1.20%
TRACK COMMISSIONS	19,618,903	19,684,844	19,074,174	19,395,550	19,483,346
ADW COMMISSIONS	0	0	1,082,820	1,639,819	2,118,562
TOTAL COMMISSIONS	19,618,903	19,684,844	20,156,994	21,035,369	21,601,908
TRACK %	4.41%	4.30%	4.34%	4.12%	4.15%
HORSEMEN'S PURSES	19,308,586	19,324,760	18,743,217	19,099,761	19,219,732
ADW PURSES	0	0	1,061,175	1,609,388	2,083,484
TOTAL PURSES	19,308,586	19,324,760	19,804,392	20,709,150	21,303,216
HORSEMEN'S %	4.34%	4.22%	4.26%	4.05%	4.09%

DEL MAR THOROUGHBRED CLUB

YEAR	2000	2001	2002	2003	2004
CAIIFORNIA ATTENDANCE	1,202,232	1,250,100	1,227,464	1,268,228	1,232,763
ON-TRACK	612,788	664,594	667,280	725,922	733,237
OFF-TRACK	589,444	585,506	560,184	542,306	499,526
DAILY ATTENDANCE	27,959	29,072	28,546	29,494	28,669
AVERAGE DAILY ON - TRACK	14,251	15,456	15,518	16,882	17,052
AVERAGE DAILY OFF - TRACK	13,708	13,616	13,028	12,612	11,617
TOTAL RACE EVENTS	371	370	371	372	371
STARTS	3,096	3,141	3,034	3,048	3,064
AVERAGE STARTS PER EVENT	8.3	8.5	8.2	8.2	8.3
AVERAGE HANDLE PER START	116,473	117,780	125,025	139,526	143,478

Average Daily Handle

**DEL MAR THOROUGHBRED CLUB
AVERAGE DAILY HANDLE**



PARIMUTUEL LICENSING FEES

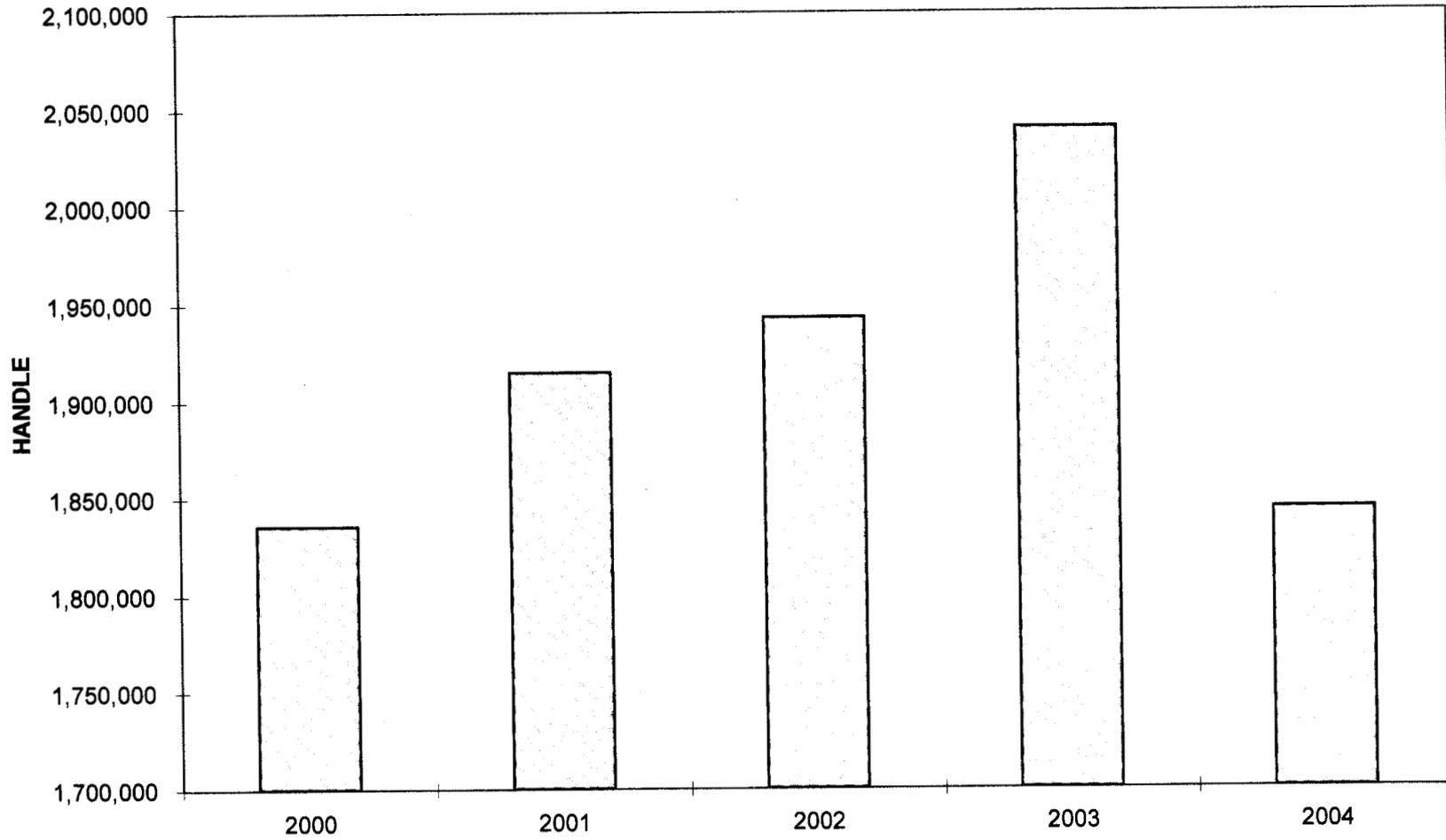
CALIFORNIA EXPOSITION & STATE FAIR

YEAR	2000	2001	2002	2003	2004
TOTAL RACE DAYS	12	12	12	11	12
TOTAL HANDLE	22,027,636	22,977,408	23,311,794	22,443,696	22,128,357
ON-TRACK	3,462,383	3,953,458	3,578,627	3,461,701	3,245,022
OFF-TRACK	12,944,674	13,737,470	13,515,160	12,240,426	11,608,886
INTERSTATE	5,620,579	5,286,480	4,796,266	4,948,061	4,784,358
ADW	0	0	1,421,741	1,793,508	2,490,091
LIVE	13,053,984	13,256,788	13,482,232	13,101,841	13,367,483
INTRASTATE IMPORTED	5,343,275	5,694,268	5,483,105	4,775,143	4,590,345
INTERSTATE IMPORTED	3,594,213	4,026,352	4,346,457	4,566,712	4,170,530
INTERNATIONAL IMPORTED	36,163	0	0	0	0
AVERAGE DAILY HANDLE	1,835,636	1,914,784	1,942,649	2,040,336	1,844,030
ON-TRACK	288,532	329,455	298,219	314,700	270,419
OFF-TRACK	1,078,723	1,144,789	1,126,263	1,112,766	967,407
INTERSTATE	468,382	440,540	399,689	449,824	398,697
AVERAGE ADW	0	0	118,478	163,046	207,508
AVERAGE LIVE	1,087,832	1,104,732	1,123,519	1,191,076	1,113,957
INTRASTATE IMPORTED	445,273	474,522	456,925	434,104	382,529
INTERSTATE IMPORTED	299,518	335,529	362,205	415,156	347,544
INTERNATIONAL IMPORTED	3,014	0	0	0	0
COMMINGLED TAKEOUT	4,448,810	4,627,217	4,409,780	4,177,602	4,511,821
EFFECTIVE TAKEOUT	20.20%	20.14%	18.92%	18.61%	20.39%
STATE LICENSE FEES	252,622	270,607	256,867	234,780	223,971
STATE %	1.15%	1.18%	1.10%	1.05%	1.01%
TRACK COMMISSIONS	852,165	903,094	865,032	790,764	755,072
ADW COMMISSIONS	0	0	64,405	81,947	114,066
TOTAL COMMISSIONS	852,165	903,094	929,437	872,711	869,138
TRACK %	3.87%	3.93%	3.99%	3.89%	3.93%
HORSEMEN'S PURSES	859,102	911,566	872,477	798,522	762,043
ADW PURSES	0	0	66,822	81,258	115,199
TOTAL PURSES	859,102	911,566	939,299	879,780	877,242
HORSEMEN'S %	3.90%	3.97%	4.03%	3.92%	3.96%

CALIFORNIA EXPOSITION & STATE FAIR

YEAR	2000	2001	2002	2003	2004
CALIFORNIA ATTENDANCE	108,294	122,005	119,930	117,101	108,100
ON-TRACK	54,991	69,322	69,701	70,263	65,414
OFF-TRACK	53,303	52,683	50,229	46,838	42,686
DAILY ATTENDANCE	9,025	10,167	9,994	10,646	9,008
AVERAGE DAILY ON - TRACK	4,583	5,777	5,808	6,388	5,451
AVERAGE DAILY OFF - TRACK	4,442	4,390	4,186	4,258	3,557
TOTAL RACE EVENTS	132	131	132	122	127
STARTS	965	1,042	999	943	960
AVERAGE STARTS PER EVENT	7.3	8.0	7.6	7.7	7.6
AVERAGE HANDLE PER START	13,527	12,722	13,496	13,894	13,924

**CALIFORNIA STATE FAIR & EXPOSITION
AVERAGE DAILY HANDLE**



LOS ANGELES COUNTY FAIR

<u>YEAR</u>	2000	2001	2002	2003	2004
TOTAL RACE DAYS	18	17	17	17	17
TOTAL HANDLE	\$96,442,147	\$95,186,637	\$92,828,630	\$99,915,178	\$100,085,726
ON-TRACK	12,834,187	12,444,542	11,239,788	11,253,410	11,435,087
OFF-TRACK	46,523,475	44,243,195	42,161,572	43,861,731	38,915,821
INTERSTATE	37,084,485	38,498,900	33,527,741	36,634,196	39,512,164
ADW			5,899,529	8,165,841	10,222,655
LIVE	71,979,575	71,789,447	68,908,826	75,287,217	77,217,016
INTRASTATE IMPORTED	11,207,430	10,528,149	8,994,784	9,219,108	8,119,819
INTERSTATE IMPORTED	13,152,834	12,754,737	14,697,399	15,408,853	13,930,515
INTERNATIONAL IMPORTED	102,308	114,304	227,620	0	818,376
AVERAGE DAILY HANDLE	5,357,897	5,599,214	5,460,508	5,877,363	5,887,396
ON-TRACK	713,010	732,032	661,164	661,965	672,652
OFF-TRACK	2,584,637	2,602,541	2,480,092	2,580,102	2,289,166
INTERSTATE	2,060,249	2,264,641	1,972,220	2,154,953	2,324,245
AVE. ADW			347,031	480,344	601,333
AVERAGE CALIFORNIA HANDLE	3,297,648	3,334,573	3,141,256	3,242,067	2,961,818
AVERAGE LIVE	4,004,549	4,229,632	4,066,850	4,428,660	4,590,317
INTRASTATE IMPORTED	622,635	619,303	529,105	542,300	477,636
INTERSTATE IMPORTED	730,713	750,279	864,553	906,403	819,442
INTERNATIONAL IMPORTED	5,684	6,724	13,389	0	48,140
COMMINGLED TAKEOUT	19,573,299	19,407,579	17,675,454	18,504,823	20,624,141
EFFECTIVE TAKEOUT	20.30%	20.39%	19.04%	18.52%	20.61%
STATE LICENSE FEES	1,081,421	1,036,828	948,852	991,746	927,161
STATE %	1.12%	1.09%	1.02%	0.99%	0.93%
TRACK COMMISSIONS	3,329,746	3,236,292	2,918,445	2,903,231	2,877,898
ADW COMMISSIONS	-	-	271,456	369,531	468,057
TOTAL COMMISSIONS	3,329,746	3,236,292	3,189,901	3,272,762	3,345,955
TRACK %	3.45%	3.40%	3.44%	3.28%	3.34%
HORSEMEN'S PURSES	3,372,315	3,278,475	2,954,357	2,938,180	2,915,205
ADW PURSES	-	-	275,711	374,640	474,538
TOTAL PURSES	3,372,315	3,278,475	3,230,068	3,312,820	3,389,742
HORSEMEN'S %	3.50%	3.44%	3.48%	3.32%	3.39%

LOS ANGELES COUNTY FAIR

<u>YEAR</u>	2000	2001	2002	2003	2004
CAIIFORNIA ATTENDANCE	276,801	280,647	265,963	258,527	233,095
ON-TRACK	123,599	125,457	118,199	114,648	102,255
OFF-TRACK	153,202	155,190	147,764	143,879	130,840
DAILY ATTENDANCE	15,378	16,509	15,645	15,207	13,711
AVERAGE DAILY ON - TRACK	6,867	7,380	6,953	6,744	6,015
AVERAGE DAILY OFF - TRACK	8,511	9,129	8,692	8,463	7,696
TOTAL RACE EVENTS	214	196	194	197	196
STARTS	1,629	1,498	1,416	1,549	1,513
AVERAGE STARTS PER EVENT	7.6	7.6	7.3	7.9	7.7
AVERAGE HANDLE PER START	44,186	47,924	48,664	48,604	51,036

**LOS ANGELES COUNTY FAIR
AVERAGE DAILY HANDLE**

