

CALIFORNIA CODE OF REGULATIONS
TITLE 4. BUSINESS REGULATIONS
DIVISION 4. CALIFORNIA HORSE RACING BOARD
ARTICLE 6. ENTRIES AND DECLARATIONS
RULE 1632. JOCKEY'S RIDING FEE

EXPLANATION OF CHANGES WITHOUT REGULATORY EFFECT

Business and Professions Code section 19501(b)(1) requires that, after January 1, 2012, the scale of minimum jockey riding fees for losing mounts be increased whenever the state minimum wage is increased, by the percentage of that increase. Labor Code section 1182.12(b)(1)(F) requires that the minimum wage be increased to sixteen dollars (\$16) per hour for all industries (for employers with 26 or more employees) on January 1, 2024. Minimum wage increases are subject to certain conditions. However, those conditions are not applicable to this increase to \$16 per hour, pursuant to subsection (d). The increase to \$16 per hour represents an increase of approximately 3.226 percent (see calculations below) over the \$15.50 per hour set for the year 2023. Therefore, the scale of minimum jockey riding fees for losing mounts must be increased by that percentage.

The amendment to California Horse Racing Board (Board) Rule 1632, Jockey's Riding Fee, will increase the scale of minimum jockey riding fees for losing mounts on January 1, 2024, by approximately 3.226 percent over the scale set for the year 2023. This change is required by law. The change does not materially alter any requirement, right, responsibility, condition, prescription, or other regulatory element of any California Code of Regulations provision. The revision is a "change without regulatory effect" that makes a regulatory provision consistent with a change in California statute, whereby the regulatory provision is inconsistent with and superseded by the change in statute, and the Board has no discretion to adopt a change that differs in substance from the one chosen.

CALCULATIONS

Minimum wage (dollars per hour), 2023: 15.50

Minimum wage (dollars per hour), 2024: 16

Increase: $16 - 15.50 = 0.5$

Percentage increase: $0.5 / 15.50 = 0.032258$ (approximately)

	2023		2024
<u>Gross Purse</u>	<u>Losing Mount</u>	<u>Increase for 2024 (rounded)</u>	<u>Losing Mount</u>
\$100,000 and up	\$261.53	$\$261.53 \times 0.032258 = 8.44$	$\$261.53 + 8.44 = 269.97$
50,000–99,999	213.10	$213.10 \times 0.032258 = 6.87$	$213.10 + 6.87 = 219.97$
25,000–49,999	184.03	$184.03 \times 0.032258 = 5.94$	$184.03 + 5.94 = 189.97$
15,000–24,999	164.64	$164.64 \times 0.032258 = 5.31$	$164.64 + 5.31 = 169.95$
10,000–14,999	154.97	$154.97 \times 0.032258 = 5.00$	$154.97 + 5.00 = 159.97$
Less than \$10,000	145.29	$145.29 \times 0.032258 = 4.69$	$145.29 + 4.69 = 149.98$