

# State Racing Commission

## Role and Overview

The Ohio State Racing Commission (RAC) regulates and promotes pari-mutuel horse racing in the State of Ohio. The commission is responsible for governing Ohio's seven commercial racetracks, one satellite wagering facility, and over 60 county fairs. The commission prescribes the rules, regulations, and conditions under which horse racing with pari-mutuel wagering may be conducted. The commission consists of five members who are appointed by the Governor for four year terms. The commission has a staff of seven full-time employees and seven part-time employees and also contracts with ten individuals who serve as presiding officials or state veterinarians.

More information regarding the State Racing Commission is available at <http://www.racing.ohio.gov/>.

## Agency Priorities

- Regulate Ohio pari-mutuel horse racing by testing, officiating, and enforcing the Ohio Horse Racing Act and the rules promulgated thereunder.
- Promote pari-mutuel horse racing, horse breeding, and racing purse enhancement through the use of the Thoroughbred Race Fund, Standardbred Development Fund, and the Quarter Horse Development Fund to enhance purses at racetracks for Ohio-bred horses and to award Ohio breeders who breed horses that race in Ohio.

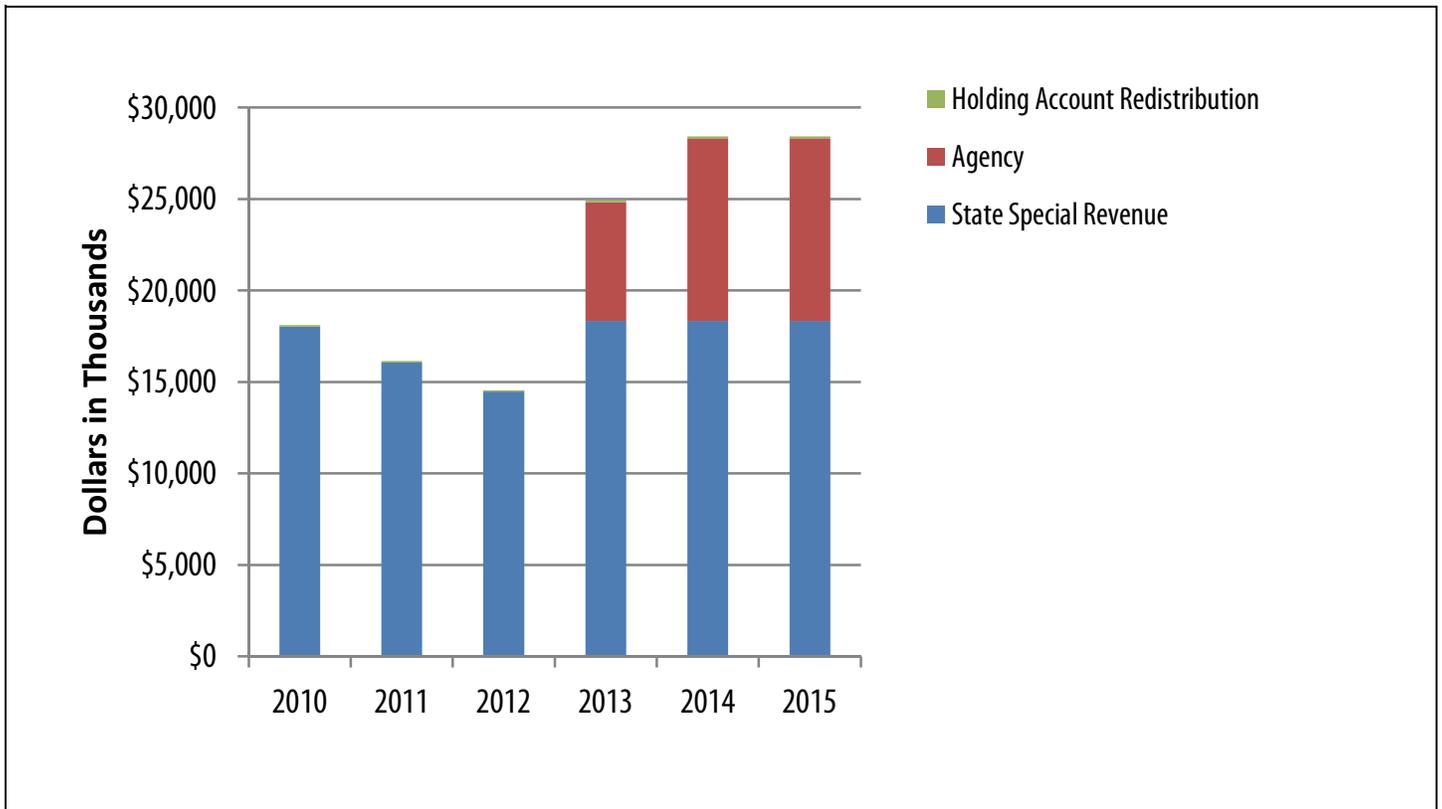
## Funding Recommendation for 2014 and 2015

- All Funds: Funding for fiscal year 2014 is \$28.4 million (or a 14.0% increase from fiscal year 2013). Funding for fiscal year 2015 is \$28.4 million (or a 0.0% increase from fiscal year 2014).

## The Executive Recommendation will fund the following objectives:

- Human and horse drug testing conducted by the Ohio Department of Agriculture's Analytical Toxicology Laboratory. In calendar year 2011, the Laboratory tested 15,042 horse blood and urine samples as well as 30 human urine samples.
- Presiding Officials and State Veterinarians at approximately 110 live race dates at over 60 county fairs and approximately 700 live race dates at the seven commercial racetracks.
- fund payroll for the five commissioners, seven full-time, seven part-time employees and contractors for the continued enforcement of the Ohio Horse Racing Act and the rules promulgated thereunder, including the licensing of approximately 11,600 people annually.
- Fund the Quarter Horse, Standardbred, and Thoroughbred breeding programs.
- Fund payroll for the three employees who coordinate and support the Quarter Horse, Standardbred and Thoroughbred breeding programs. This includes the registration process, inspections, and monitoring the programs throughout the race season.

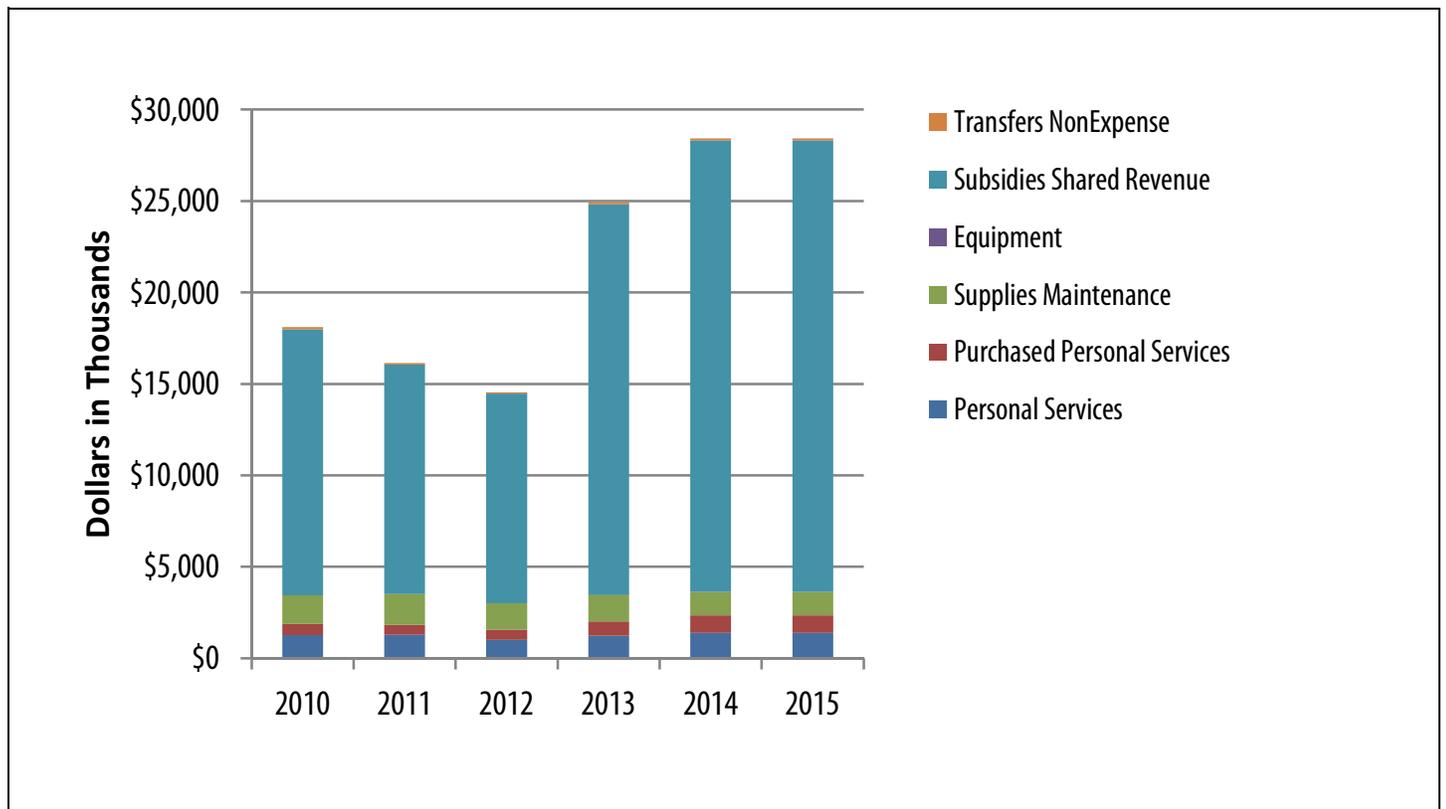
Budget Fund Group Information



- Increased fiscal year 2013 through 2015 expenditures are reflective of additional revenues derived from casino gaming in Ohio. The 2009 constitutional amendment authorizing casino gaming earmarks three percent of the tax on gross casino revenue for Racing Commission programs in support of racing purses, horse breeding programs, and operations at commercial horse racetracks.

(in Thousands) Budget Fund Group	Actual			Est.	% Change	Recommended		FY 2015	%Change
	FY 2010	FY 2011	FY 2012	FY 2013	FY 12-13	FY 2014	% Change		
State Special Revenue	18,024	16,049	14,472	18,329	26.6%	18,329	0.0%	18,329	0.0%
Agency	0	0	0	6,500	0.0%	10,000	53.8%	10,000	0.0%
Holding Account Redistribution	87	99	72	100	39.7%	100	0.0%	100	0.0%
<b>Total</b>	<b>18,111</b>	<b>16,148</b>	<b>14,544</b>	<b>24,929</b>	<b>71.4%</b>	<b>28,429</b>	<b>14.0%</b>	<b>28,429</b>	<b>0.0%</b>

Expense Account Category Information



(in Thousands) Expense Account Category	Actual			Est.	% Change	Recommended			
	FY 2010	FY 2011	FY 2012	FY 2013	FY 12-13	FY 2014	% Change	FY 2015	%Change
Personal Services	1,275	1,282	999	1,228	22.9%	1,385	12.8%	1,385	0.0%
Purchased Personal Services	597	549	559	792	41.6%	960	21.3%	960	0.0%
Supplies & Maintenance	1,569	1,685	1,449	1,432	-1.2%	1,272	-11.2%	1,272	0.0%
Equipment	1	0	0	3	0.0%	15	500.0%	15	0.0%
Subsidies & Shared Revenue	14,550	12,532	11,463	21,372	86.5%	24,694	15.5%	24,694	0.0%
Transfers & Non-Expense	118	101	74	103	38.5%	103	0.0%	103	0.0%
<b>Total</b>	<b>18,111</b>	<b>16,148</b>	<b>14,544</b>	<b>24,929</b>	<b>71.4%</b>	<b>28,429</b>	<b>14.0%</b>	<b>28,429</b>	<b>0.0%</b>

**Program Series 1: Horse Racing Industry Administration (161A0)**

The Regulation (161B1) and Promotion (161B2) programs within this program series support the enforcement of rules under which pari-mutual horse racing is conducted in Ohio and provide additional purse money that can be won by horses that race in Ohio, respectively.

Fund	ALI	ALI Name	Estimated	Recommended			
			FY 2013	FY 2014	% Change	FY 2015	% Change
5620	875601	Thoroughbred Race Fund	1,696,456	1,696,456	0.0%	1,696,456	0.0%
5630	875602	Standardbred Development Fund	1,697,452	1,697,452	0.0%	1,697,452	0.0%
5640	875603	Quarterhorse Development Fund	1,000	1,000	0.0%	1,000	0.0%
5650	875604	Racing Commission Operating	2,934,178	2,934,178	0.0%	2,934,178	0.0%
5C40	875607	Simulcast Horse Racing Purse	12,000,000	12,000,000	0.0%	12,000,000	0.0%
SJK0	875610	Ohio State Racing Commission Fund	6,500,000	10,000,000	53.8%	10,000,000	0.0%
R021	875605	Bond Reimbursements	100,000	100,000	0.0%	100,000	0.0%
<b>Total for Horse Racing Industry Administration</b>			<b>24,929,086</b>	<b>28,429,086</b>	<b>14.0%</b>	<b>28,429,086</b>	<b>0.0%</b>

# State of Ohio

## State Racing Commission

Fund	ALI	ALI Name	Actual			Estimated	Recommended			
			FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	% Change	FY 2015	% Change
5620	875601	Thoroughbred Race Fund	2,056,804	1,482,733	1,791,517	1,696,456	1,696,456	0.0%	1,696,456	0.0%
5630	875602	Standardbred Development Fund	1,430,340	1,661,451	1,352,775	1,697,452	1,697,452	0.0%	1,697,452	0.0%
5640	875603	Quarterhorse Development Fund	0	1,000	0	1,000	1,000	0.0%	1,000	0.0%
5650	875604	Racing Commission Operating	3,269,147	3,293,185	2,785,459	2,934,178	2,934,178	0.0%	2,934,178	0.0%
5C40	875607	Simulcast Horse Racing Purse	11,267,416	9,610,257	8,542,561	12,000,000	12,000,000	0.0%	12,000,000	0.0%
<b>Total State Special Revenue</b>			<b>18,023,707</b>	<b>16,048,626</b>	<b>14,472,312</b>	<b>18,329,086</b>	<b>18,329,086</b>	<b>0.0%</b>	<b>18,329,086</b>	<b>0.0%</b>
5JK0	875610	Ohio State Racing Commission Fund	0	0	0	6,500,000	10,000,000	53.8%	10,000,000	0.0%
<b>Total Agency</b>			<b>0</b>	<b>0</b>	<b>0</b>	<b>6,500,000</b>	<b>10,000,000</b>	<b>53.8%</b>	<b>10,000,000</b>	<b>0.0%</b>
R021	875605	Bond Reimbursements	87,174	99,300	71,600	100,000	100,000	0.0%	100,000	0.0%
<b>Total Holding Account Redistribution</b>			<b>87,174</b>	<b>99,300</b>	<b>71,600</b>	<b>100,000</b>	<b>100,000</b>	<b>0.0%</b>	<b>100,000</b>	<b>0.0%</b>
<b>Grand Total State Racing Commission</b>			<b>18,110,881</b>	<b>16,147,926</b>	<b>14,543,912</b>	<b>24,929,086</b>	<b>28,429,086</b>	<b>14.0%</b>	<b>28,429,086</b>	<b>0.0%</b>