

Role and Overview

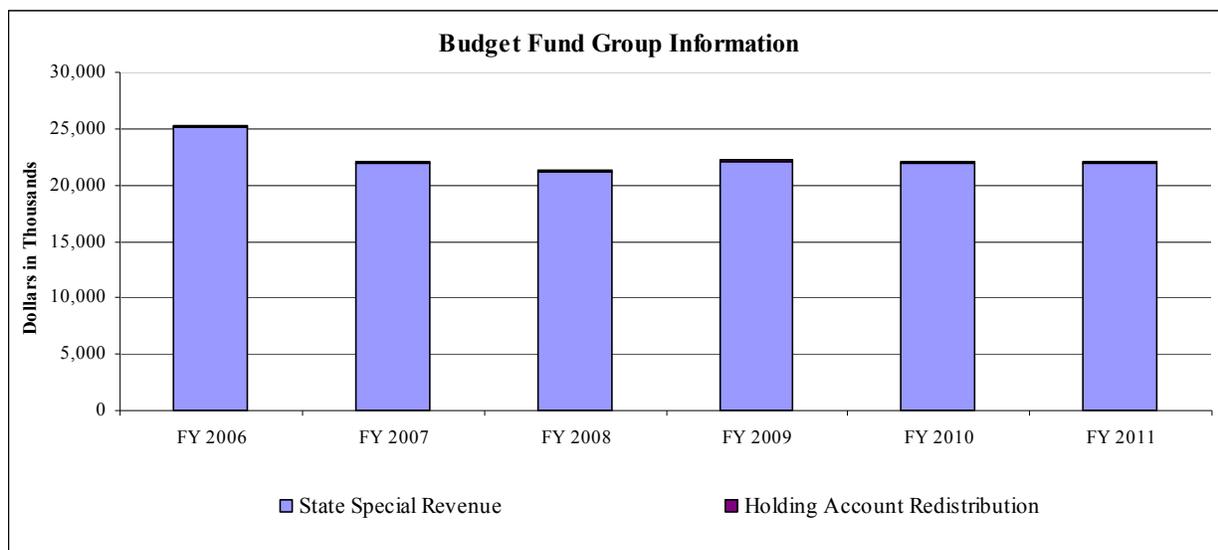
The Ohio State Racing Commission (RAC) regulates and promotes pari-mutuel horse racing in the state. Ideally, the greater the amount of money provided to the winners of a race, the higher the quality of horses and the higher the quality of competition. The commission prescribes the rules, regulations, and conditions under which horse racing with pari-mutuel wagering may be conducted. The commission is responsible for governing Ohio's seven commercial racetracks, one satellite-wagering facility, and over 60 county fairs.

The commission consists of five members, including a chairman, who are appointed by the Governor for four-year terms. The commission has a staff of 14 full-time employees and five part-time employees and regularly contracts with 11 other individuals who serve as judges, stewards, and veterinarians. The commission's annual budget is approximately \$22 million. Additional information regarding the Ohio State Racing Commission is available at <http://racing.ohio.gov>.

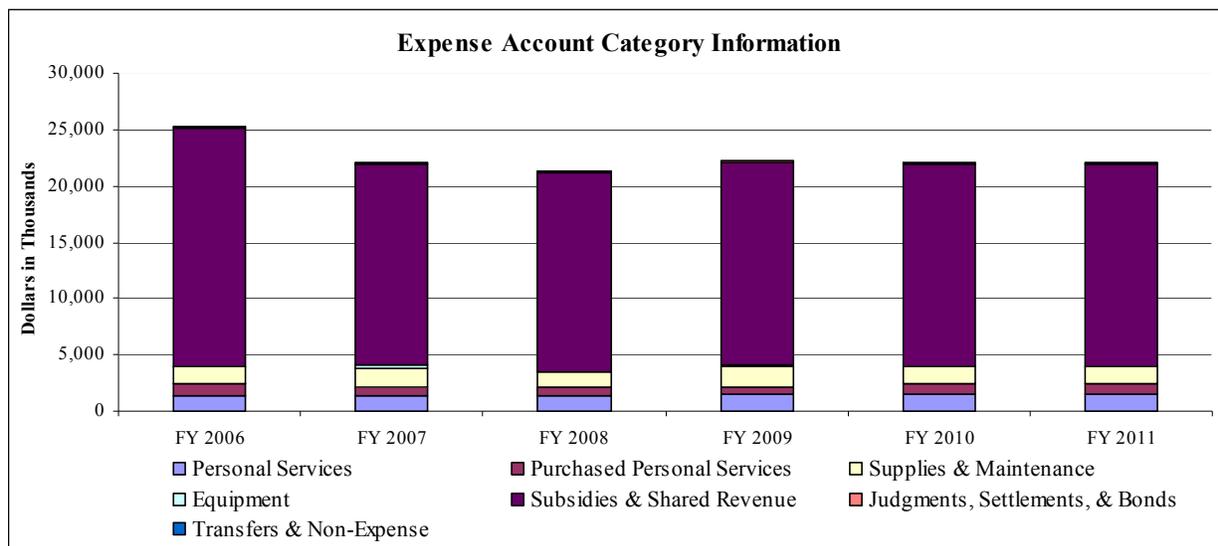
Agency Priorities

- Regulate all pari-mutuel horse racing in Ohio by testing, officiating, and enforcing the rules and laws.
- Promote pari-mutuel horse racing in Ohio by providing purse supplements to Ohio-bred race winners.

Summary of Budget History and Recommendations



(In Thousands) BUDGET FUND GROUP	ACTUAL			EST.	% CHANGE	RECOMMENDED			% CHANGE
	FY 2006	FY 2007	FY 2008	FY 2009	FY 08-09	FY 2010	CHANGE	FY 2011	CHANGE
State Special Revenue	25,132	21,910	21,147	22,026	4.2	21,943	-0.4	21,960	0.1
Holding Account Redistribution	164	111	131	213	62.4	145	-31.9	145	0.0
TOTAL	25,297	22,021	21,278	22,239	4.5	22,088	-0.7	22,105	0.1



(In Thousands) EXPENSE ACCOUNT CATEGORY	ACTUAL			EST.	% CHANGE	RECOMMENDED			
	FY 2006	FY 2007	FY 2008	FY 2009	FY 08-09	FY 2010	% CHANGE	FY 2011	% CHANGE
Personal Services	1,300	1,391	1,381	1,500	8.6	1,506	0.4	1,510	0.3
Purchased Personal Services	1,191	710	675	606	-10.1	920	51.7	920	0.0
Supplies & Maintenance	1,416	1,659	1,398	1,904	36.2	1,558	-18.2	1,574	1.1
Equipment	31	294	0	50	100.0	0	-100.0	0	0.0
Subsidies & Shared Revenue	21,182	17,855	17,692	17,963	1.5	17,957	0.0	17,953	0.0
Judgments, Settlements, & Bonds	176	113	0	213	100.0	0	-100.0	0	0.0
Transfers & Non-Expense	0	0	132	3	-97.7	148	4,833.3	148	0.0
TOTAL	25,297	22,021	21,278	22,239	4.5	22,088	-0.7	22,105	0.1

PROGRAM SERIES 01: Horse Racing Industry Administration

This program series promotes and regulates horse racing in Ohio.

Program 01.01: Regulation

This program provides for the enforcement of guidelines under which pari-mutuel horse racing is conducted in Ohio. This is achieved through officiating races, laboratory testing of horses and riders, issuing licenses, conducting investigations, and the administration of racing dates, participants, and facilities.

The Executive Recommendation will fund the following objectives:

- Fund race stewards, judges, and veterinarians at over 1,000 annual live race dates;
- Fund drug testing conducted at the Ohio Department of Agriculture Analytical Toxicology Laboratory; and
- Support five commission members, 17.5 FTEs, and contractors who oversee the continued enforcement of horse racing industry rules and regulations at the seven live-racing tracks, one satellite facility, and 64 county fairs where pari-mutuel wagering takes place.

State of Ohio
State Racing Commission

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
SSR	5620	875601	Thoroughbred Race Fund	127,767	129,868
SSR	5630	875602	Standardbred Development Fund	78,000	80,000
SSR	5650	875604	Racing Commission Operating	3,742,342	3,758,818
090	R021	875605	Bond Reimbursements	145,000	145,000
TOTAL FOR PROGRAM				4,093,109	4,113,686

Program 01.02: Promotion

This program provides additional purse money that can be won by horses bred in Ohio to increase interest in the breeding of such horses.

The Executive Recommendation will fund the following objectives:

- Support three employees who register, inspect, and track over 7,000 horses; and
- Promote Ohio's horse racing industry through increased purse sizes.

FUND				RECOMMENDED	
GROUP	FUND	ALI	ALI NAME	FY 2010	FY 2011
SSR	5620	875601	Thoroughbred Race Fund	2,172,233	2,170,132
SSR	5630	875602	Standardbred Development Fund	1,822,000	1,820,000
SSR	5640	875603	Quarterhorse Development Fund	1,000	1,000
SSR	5C40	875607	Simulcast Horse Racing Purse	14,000,000	14,000,000
TOTAL FOR PROGRAM				17,995,233	17,991,132

LINE ITEM SUMMARY - State Racing Commission

FUND	ALI	ALI NAME	FY 2006 ACTUAL	FY 2007 ACTUAL	FY 2008 ACTUAL	FY 2009 ESTIMATE	FY 2010 RECOMMENDED	% CHANGE	FY 2011 RECOMMENDED	% CHANGE
5620	875601	Thoroughbred Race Fund	2,679,843	2,771,120	2,376,533	2,300,000	2,300,000	0.0	2,300,000	0.0
5630	875602	Standardbred Development Fund	2,585,460	2,528,260	2,286,173	1,900,000	1,900,000	0.0	1,900,000	0.0
5640	875603	Quarterhorse Development Fund	2,000	0	2,000	1,000	1,000	0.0	1,000	0.0
5650	875604	Racing Commission Operating	3,725,824	3,838,746	3,227,465	3,825,000	3,742,342	-2.2	3,758,818	0.4
5C40	875607	Simulcast Horse Racing Purse	16,139,334	12,772,197	13,254,785	14,000,000	14,000,000	0.0	14,000,000	0.0
TOTAL State Special Revenue			25,132,461	21,910,322	21,146,956	22,026,000	21,943,342	-0.4	21,959,818	0.1
R021	875605	Bond Reimbursements	164,200	110,700	131,100	212,900	145,000	-31.9	145,000	0.0
TOTAL Holding Account Redistribution			164,200	110,700	131,100	212,900	145,000	-31.9	145,000	0.0
TOTAL State Racing Commission			25,296,661	22,021,022	21,278,056	22,238,900	22,088,342	-0.7	22,104,818	0.1