



TEXAS RACING COMMISSION

**P. O. Box 12080
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Texas Racing Commission
Tuesday, October 9, 2018
10:30 a.m.
Capitol Extension, Room E2.010
1100 Congress
Austin, TX 78701

AGENDA

I. CALL TO ORDER

Roll Call

II. PUBLIC COMMENT

III. GENERAL BUSINESS

- A. Discussion and consideration of reports by the Executive Director and staff regarding administrative matters:
 - 1. Budget and finance
 - 2. Wagering statistics
 - 3. Enforcement
- B. Discussion and possible action on a legislative housekeeping proposal to the 86th Texas Legislature, Regular Session

IV. PROCEEDINGS ON MATTERS RELATED TO AGENCY FUNDING

- A. Discussion and possible action to direct staff regarding the issuance of a request for proposals regarding a third-party economy, efficiency, and effectiveness review, audit, or similar process
- B. Discussion and possible action to adopt amendments to 16 TAC § 309.13, Supplemental Fee

V. OTHER PROCEEDINGS ON RULES

- A. Discussion and possible action to withdraw and repropose amendments to 16 TAC § 313.405, Whips and Other Equipment
- B. Discussion and possible action to propose amendments to 16 TAC § 321.320, Super Hi-Five
- C. Discussion and possible action to propose the repeal of:
 - 1. 15 TAC § 311.52, Spouse's License
 - 2. 16 TAC § 321.41, Cashing Outstanding Tickets
 - 3. 16 TAC § 321.42, Cashing Outstanding Vouchers

VI. PROCEEDINGS ON RACETRACKS

- A. Discussion and possible action on ownership and management reviews of active racetrack licenses under 16 TAC §309.53:
 - 1. Gillespie County Fair
 - 2. Gulf Greyhound Park
- B. Discussion and possible action on applications by inactive racetrack license holders for license renewal under 16 TAC §309.52:
 - 1. Manor Downs
 - 2. Laredo Downs
 - 3. Valle de Los Tesoros
- C. Discussion and possible action to allocate live race dates for greyhound racetracks under 16 TAC §303.41 for the period beginning December 1, 2018, and ending August 31, 2020
- D. Discussion and possible action to reallocate interstate cross-species purse money under Commission Rule 303.102(d) for the period from February 26, 2018, through February 23, 2019
- E. Discussion and possible action to allocate interstate cross-species purse money under Commission Rule 303.102(d) for the period from February 24, 2019, through February 26, 2020
- F. Discussion and possible action to allocate funds for the Texas-bred incentive program as provided under Commission Rule 321.505(b)
- G. Discussion and possible action to allocate purses as provided under Commission Rule 321.505(a)
- H. Discussion and possible action on distribution of funds in the escrowed purse account among the various breeds of horses under Commission Rule 321.509

VII. EXECUTIVE SESSION

The following items may be discussed and considered in executive session or open meeting, with any action taken in the open meeting:

- A. Under Texas Government Code § 551.071(1), the Commission may enter an executive session to seek the advice of its attorney regarding pending or contemplated litigation, or regarding a settlement offer.
- B. Under Texas Government Code § 551.071(2), the Commission may enter an executive session to discuss all matters identified in this agenda where the commission seeks the advice of its attorney as privileged communications under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas. This may include, but is not limited to, legal advice regarding the Open Meetings Act, the Administrative Procedures Act, and the Texas Racing Act.

VIII. SCHEDULING OF NEXT COMMISSION MEETING

IX. ADJOURN

I. CALL TO ORDER

Roll Call

II. PUBLIC COMMENT

III. GENERAL BUSINESS

- A. Discussion and consideration of reports by the Executive Director and staff regarding administrative matters:
 - 1. Budget and finance
 - 2. Wagering statistics
 - 3. Enforcement

Texas Racing Commission

FYE 08/31/2018

OBS-1

Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Program Description	FY 2018 Annual Budget	FY 2018 Expended Thru 08/31/2018	FY 2018 Unexpended Bal 8/31/2018	With 100% of Year Lapsed % of Budget Expended
<i>Appropriated</i> A.1.1.	- FTE's = 4.00 <u>Regulate Racetrack Owners</u>				
Base Appr =	1001 Salaries and Wages	315,108.48	268,649.40	46,459.08	85.26%
\$ 385,941.00	1002 Other Personnel Cost	27,892.54	26,303.88	1,588.66	94.30%
Sup Appr =	2001 Prof Fees and Services	-	-	-	
\$ -	2003 Consumables	-	-	-	
Total Appr =	2004 Utilities	-	-	-	
\$ 385,941.00	2005 Travel	3,000.00	1,992.17	1,007.83	66.41%
Budgeted =	2006 Rent Building	-	-	-	
\$ 351,472.11	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	5,471.08	4,655.73	815.35	85.10%
(34,468.89)	CB Computer Equipment	-	-	-	
-8.93%	Total Strategy A.1.1.	351,472.11	301,601.18	49,870.93	85.81%
<i>Appropriated</i> A.2.1.	0 FTE's = 0 <u>Texas Bred Incentive</u>				
	ATB Money Expended	2,918,433.48	3,045,380.73	(126,947.25)	104.35%
2,918,433.00	Total Strategy A.2.1.	2,918,433.48	3,045,380.73	(126,947.25)	104.35%
<i>Appropriated</i> A.3.1.	- FTE's = 5.62 <u>Supervise Racing and Licensees</u>				
Base Appr =	1001 Salaries and Wages	387,506.65	387,496.33	10.32	100.00%
\$ 545,741.00	1002 Other Personnel Cost	16,991.01	16,808.88	182.13	98.93%
Sup Appr =	2001 Prof Fees and Services	8,125.00	5,632.50	2,492.50	69.32%
\$ -	2003 Consumables	-	-	-	
Total Appr =	2004 Utilities	-	-	-	
\$ 545,741.00	2005 Travel	68,320.00	45,272.47	23,047.53	66.27%
Budgeted =	2006 Rent Building	-	-	-	
\$ 485,148.94	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	4,206.28	3,358.23	848.05	79.84%
(60,592.06)	CB Computer Equipment	-	-	-	
-11.10%	Total Strategy A.3.1.	485,148.94	458,568.41	26,580.53	94.52%
<i>Appropriated</i> A.3.2.	- FTE's = 3.75 <u>Monitor Occupational Licensee Act.</u>				
Base Appr =	1001 Salaries and Wages	217,310.18	217,308.55	1.63	100.00%
\$ 235,247.00	1002 Other Personnel Cost	23,199.22	23,175.78	23.44	99.90%
Sup Appr =	2001 Prof Fees and Services	1,400.00	1,325.00	75.00	94.64%
\$ -	2003 Consumables	200.00	155.57	44.43	77.79%
Total Appr =	2004 Utilities	-	-	-	
\$ 235,247.00	2005 Travel	38,400.00	26,217.32	12,182.68	68.27%
Budgeted =	2006 Rent Building	-	-	-	
\$ 283,817.80	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	3,308.40	2,571.72	736.68	77.73%
\$ 48,570.80	CB Computer Equipment	-	-	-	
20.65%	Total Strategy A.3.2.	283,817.80	270,753.94	13,063.86	95.40%
<i>Appropriated</i> A.4.1.	- FTE's = 3.00 <u>Inspect and Provide Emerg. Care</u>				
Base Appr =	1001 Salaries and Wages	212,985.36	212,985.36	-	100.00%
\$ 364,152.00	1002 Other Personnel Cost	4,024.93	4,024.88	0.05	100.00%
Sup Appr =	2001 Prof Fees and Services	98,000.00	93,775.00	4,225.00	95.69%
\$ -	2003 Consumables	325.00	324.37	0.63	99.81%
Total Appr =	2004 Utilities	10.00	1.68	8.32	
\$ 364,152.00	2005 Travel	21,175.00	15,498.31	5,676.69	73.19%
Budgeted =	2006 Rent Building	-	-	-	
\$ 340,490.14	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	3,969.85	3,969.15	0.70	99.98%
\$ (23,661.86)	CB Computer Equipment	-	-	-	
-6.50%	Total Strategy A.4.1.	340,490.14	330,578.75	9,911.39	97.09%

Texas Racing Commission

FYE 08/31/2018

OBS-2

Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Program Description	FY 2018 Annual Budget	FY 2018 Expended Thru 08/31/2018	FY 2018 Unexpended Bal 8/31/2018	With 100% of Year Lapsed % of Budget Expended
<i>Appropriated</i> A.4.2.	- FTE's = 2.80				
	<u>Administer Drug Testing</u>				
Base Appr =	1001 Salaries and Wages	152,506.30	149,719.53	2,786.77	98.17%
\$ 215,181.00	1002 Other Personnel Cost	1,120.03	988.69	131.34	88.27%
Sup Appr =	2001 Prof Fees and Services	500.00	500.00	-	100.00%
\$ -	2003 Consumables	500.00	271.82	228.18	54.36%
Total Appr =	2004 Utilities	-	-	-	
\$ 215,181.00	2005 Travel	19,425.00	19,014.95	410.05	97.89%
Budgeted =	2006 Rent Building	-	-	-	
\$ 182,001.39	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	7,950.06	7,646.03	304.03	96.18%
\$ (33,179.61)	CB Computer Equipment	-	-	-	
-15.42%	Total Strategy A.4.2.	182,001.39	178,141.02	3,860.37	97.88%
<i>Appropriated</i> B.1.1.	- FTE's = 4.85				
	<u>Occupational Licensing</u>				
Base Appr =	1001 Salaries and Wages	197,281.42	195,110.56	2,170.86	98.90%
\$ 412,016.00	1002 Other Personnel Cost	10,288.91	10,247.50	41.41	99.60%
Sup Appr =	2001 Prof Fees and Services	-	-	-	
\$ -	2003 Consumables	1,300.00	1,015.59	284.41	78.12%
Total Appr =	2004 Utilities	-	-	-	
\$ 412,016.00	2005 Travel	22,700.00	20,868.43	1,831.57	91.93%
Budgeted =	2006 Rent Building	-	-	-	
\$ 343,562.14	2007 Rent Machine	1,600.00	1,439.99	160.01	90.00%
Difference	2009 Other Operating Cost	110,391.81	72,624.48	37,767.33	65.79%
\$ (68,453.86)	CB Computer Equipment	-	-	-	
-16.61%	Total Strategy B.1.1.	343,562.14	301,306.55	42,255.59	87.70%
<i>Appropriated</i> B.1.2.	- FTE's = 0				
	<u>Texas OnLine</u>				
Base Appr =	1001 Salaries and Wages	-	-	-	
\$ 19,185.00	1002 Other Personnel Cost	-	-	-	
Sup Appr =	2001 Prof Fees and Services	-	-	-	
\$ -	2003 Consumables	-	-	-	
Total Appr =	2004 Utilities	-	-	-	
\$ 19,185.00	2005 Travel	-	-	-	
Budgeted =	2006 Rent Building	-	-	-	
\$ 17,000.00	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	17,000.00	12,651.00	4,349.00	74.42%
\$ (2,185.00)	CB Computer Equipment	-	-	-	
-11.39%	Total Strategy B.1.2.	17,000.00	12,651.00	4,349.00	74.42%
<i>Appropriated</i> C.1.1.	- FTE's = 5.00				
	<u>Monitor Wagering and Audit</u>				
Base Appr =	1001 Salaries and Wages	254,679.60	242,113.92	12,565.68	95.07%
\$ 373,795.00	1002 Other Personnel Cost	25,938.90	19,162.80	6,776.10	73.88%
Sup Appr =	2001 Prof Fees and Services	-	-	-	
\$ -	2003 Consumables	100.00	7.69	92.31	
Total Appr =	2004 Utilities	-	-	-	
\$ 373,795.00	2005 Travel	12,500.00	4,283.18	8,216.82	34.27%
Budgeted =	2006 Rent Building	-	-	-	
\$ 307,966.29	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	14,747.80	11,812.17	2,935.63	80.09%
\$ (65,828.71)	CB Computer Equipment	-	-	-	
-17.61%	Total Strategy C.1.1.	307,966.29	277,379.76	30,586.53	90.07%

Texas Racing Commission

FYE 08/31/2018

OBS-3

Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Program Description	FY 2018 Annual Budget	FY 2018 Expended Thru 08/31/2018	FY 2018 Unexpended Bal 8/31/2018	With 100% of Year Lapsed % of Budget Expended
<i>Appropriated</i> D.1.1.	- FTE's = 5.93 <u>Central Administration</u>				
Base Appr =	1001 Salaries and Wages	377,123.51	366,496.60	10,626.91	97.18%
\$ 753,512.00	1002 Other Personnel Cost	34,861.62	24,299.51	10,562.11	69.70%
Sup Appr =	2001 Prof Fees and Services	21,675.00	21,654.54	20.46	99.91%
\$ -	2003 Consumables	5,500.00	5,286.27	213.73	96.11%
Total Appr =	2004 Utilities	47,984.29	43,889.55	4,094.74	91.47%
\$ 753,512.00	2005 Travel	10,000.00	5,554.25	4,445.75	55.54%
Budgeted =	2006 Rent Building	103,770.00	103,356.85	413.15	99.60%
\$ 666,813.16	2007 Rent Machine	1,400.00	1,157.71	242.29	82.69%
Difference	2009 Other Operating Cost	64,498.75	64,058.09	440.66	99.32%
\$ (86,698.84)	CB Computer Equipment	-	-	-	0.00%
-11.51%	Total Strategy D.1.1.	666,813.16	635,753.37	31,059.79	95.34%
<i>Appropriated</i> D.1.2.	- FTE's = 3.80 <u>Information Resources</u>				
Base Appr =	1001 Salaries and Wages	251,687.68	251,354.90	332.78	99.87%
\$ 509,511.00	1002 Other Personnel Cost	13,173.00	12,999.52	173.48	98.68%
Sup Appr =	2001 Prof Fees and Services	151,580.00	67,460.44	84,119.56	44.50%
\$ -	2003 Consumables	1,665.00	1,635.39	29.61	98.22%
Total Appr =	2004 Utilities	-	-	-	0.00%
\$ 509,511.00	2005 Travel	3,500.00	827.85	2,672.15	23.65%
Budgeted =	2006 Rent Building	481.00	480.00	1.00	99.79%
\$ 505,935.00	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	83,848.32	68,967.79	14,880.53	82.25%
\$ (3,576.00)	CB Computer Equipment	-	-	-	
-0.70%	Total Strategy D.1.2.	505,935.00	403,725.89	102,209.11	79.80%
<i>Appropriated</i> D.1.3.	- FTE's = 38.75 <u>Other Support Services</u>				
Base Appr =	1001 Salaries and Wages	-	-	-	
\$ 6,732,714.00	1002 Other Personnel Cost	-	-	-	
Sup Appr =	2001 Prof Fees and Services	-	-	-	
\$ -	2003 Consumables	-	-	-	
Total Appr =	2004 Utilities	-	-	-	
\$ 6,732,714.00	2005 Travel	-	-	-	
Budgeted =	2006 Rent Building	-	-	-	
\$ 6,402,639.97	2007 Rent Machine	-	-	-	
Difference	2009 Other Operating Cost	-	-	-	
\$ (330,074.03)	CB Computer Equipment	-	-	-	
-4.90%	Total Strategy D.1.3.	-	-	-	
\$ 3,814,281	Regulatory Program Operating Budget	3,484,206.97	3,170,459.87	292,473.87	91.00%
\$ 2,918,433	TX Bred Program Operating Budget	2,918,433.48	3,045,380.73	(126,947.25)	104.35%
\$ 6,732,714	Total M.O.F. (TXRC Acct. 597 & GR)	6,402,640.45	6,215,840.60	165,526.62	97.08%
	Total All Programs Operating Budget				

Texas Racing Commission

FYE 08/31/2018

OBS-4

Operating Budget Status
by LBB Expenditure Object/Codes

Strategy	Program Description	FY 2018 Annual Budget	FY 2018 Expended Thru 08/31/2018	FY 2018 Unexpended Bal 8/31/2018	With 100% of Year Lapsed % of Budget Expended
\$ -	FTE's = 38.75				
<i>Appropriated</i>	Direct Expense of Regulatory Programs				
	1001 Salaries and Wages	2,366,189.18	2,291,235.15	74,954.03	96.83%
	1002 Other Personnel Cost	157,490.15	138,011.44	19,478.71	87.63%
	2001 Prof Fees and Services	281,280.00	190,347.48	90,932.52	67.67%
	2003 Consumables	9,590.00	8,696.70	893.30	90.69%
	2004 Utilities	47,994.29	43,891.23	4,103.06	91.45%
	2005 Travel	199,020.00	139,528.93	59,491.07	70.11%
	2006 Rent Building	104,251.00	103,836.85	414.15	99.60%
	2007 Rent Machine	3,000.00	2,597.70	402.30	86.59%
	2009 Other Operating Cost	315,392.35	252,314.39	63,077.96	80.00%
	CB Computer Equipment	-	-	-	0.00%
\$ 3,814,281	Total Direct Expense of Regulatory Program	3,484,206.97	3,170,459.87	313,747.10	91.00%
\$ 2,918,433	FTE's = - Direct Expense of TX Bred Program	2,918,433.48	3,045,380.73	(126,947.25)	104.35%
\$ 6,732,714	FTE's = 38.75 Total Direct Expense of All Programs	6,402,640.45	6,215,840.60	186,799.85	97.08%
\$ -	Indirect Expense of All Programs				
<i>Un-Appropriated</i>	OASI Match	182,411.89	176,258.64	6,153.25	96.63%
	Group Insurance	265,000.00	262,518.48	2,481.52	99.06%
	State Retirement	187,466.08	174,424.68	13,041.40	93.04%
	Benefit Replacement	3,178.86	3,080.58	98.28	96.91%
	ERS Retiree Insurance	390,000.00	394,906.12	(4,906.12)	101.26%
	SWCAP GR Reimburse	-	-	-	0.00%
	Unemployment Cost	17,000.00	8,368.50	8,631.50	49.23%
	Other	-	-	-	-
\$ 1,045,057	Total Indirect Expense of All Programs	1,045,056.83	1,019,557.00	25,499.83	97.56%
\$ 7,777,771	Total Direct and Indirect Expense of All Programs	7,447,697.29	7,235,397.60	212,299.69	97.15%

Source Of Funds	Agency Method Of Finance	FY 2018 Projected Revenue	FY 2018 Actual Revenue Thru 08/31/2018	N/A	With 100% of Year Lapsed % of Revenue Collected
	Regulatory Program MOF:				
Acct. 597	Cash Balance Carry Forward	\$ 53,871.00	\$ 53,871.00		n/a
Acct. 597	Live Race Day Fees	\$ -	\$ -		
Acct. 597	Simulcast Race Day Fees	\$ -	\$ -		
Acct. 597	Annual License Fees (Active & Inactive)	\$ 3,837,854.00	\$ 3,837,862.01		100.00%
Acct. 597	Outs	\$ -	\$ -		
Acct. 597	Occupational License Fees and Fines	\$ 690,000.00	\$ 681,213.75		98.73%
Acct. 597	Other Revenue	\$ 23,867.00	\$ 22,409.79		93.89%
Acct. 1	GR Funds	\$ -	\$ -		
	Sub-Total Regulatory Prgm. MOF	\$ 4,605,592.00	\$ 4,595,356.55		99.78%
	Texas Bred Program MOF:				
Acct. 597	Cash Balance Carry Forward	\$ -	\$ -		
Acct. 597	Breakage and 1% Exotic	\$ 2,918,433.48	\$ 3,045,380.73		104.35%
Acct. 597	Other	\$ -	\$ -		
	Sub-Total Texas Bred Prgm. MOF	\$ 2,918,433.48	\$ 3,045,380.73		104.35%
All Sources	Total MOF	\$ 7,524,025.48	\$ 7,640,737.28		101.55%
	MOF Estimated to Exceed or (Fall-Short of Covering) Direct & Indirect Expenses of Operating Budget	\$ 76,328.19	\$ 405,339.68		



Fiscal Year 2018 Operational Budget

Updated: September 17, 2018
Thru: August 31, 2018

Summary of Operating Revenue

By Revenue Type:	Budget	Collected	Suspended	Uncollected Balance	%
Account 597 - Racing Commission - GRD	\$ 7,524,025	\$ 7,640,737	\$ -	\$ (116,712)	-2%
Account 1 - State of Texas - GR	\$ -	\$ -	\$ -	\$ -	
TOTAL - ALL REVENUES	\$ 7,524,025	\$ 7,640,737	\$ -	\$ (116,712)	-2%

Summary of Appropriated Operating Expenses

	Budget	Expended	Encumbered	Unexpended Balance	%
1001 - Salaries and Wages:	\$ 2,366,189	\$ 2,291,235	\$ -	\$ 74,954	3%
1002 - Other Personnel Cost:	\$ 157,490	\$ 138,011	\$ 34,875	\$ (15,396)	-10%
2001 - Professional Fees and Services:	\$ 281,280	\$ 190,347	\$ 48,529	\$ 42,404	15%
2003 - Consumable Supplies:	\$ 9,590	\$ 8,697	\$ 426	\$ 468	5%
2004 - Utilities:	\$ 47,994	\$ 43,891	\$ 1,526	\$ 2,577	5%
2005 - Travel:	\$ 199,020	\$ 139,529	\$ 44,303	\$ 15,189	8%
2006 - Rent Building:	\$ 104,251	\$ 103,837	\$ 45	\$ 369	0%
2007 - Rent Machine and Other:	\$ 3,000	\$ 2,598	\$ -	\$ 402	13%
2009 - Other Operating Expense:	\$ 315,392	\$ 252,314	\$ 74,619	\$ (11,541)	-4%
4000 - Grants	\$ 2,918,433	\$ 3,045,381	\$ -	\$ (126,947)	-4%
5000 - Capital Expenditures:	\$ -	\$ -	\$ -	\$ -	0%
TOTAL - ALL APPROPRIATED EXPENDITURES	\$ 6,402,640	\$ 6,215,841	\$ 204,322	\$ (17,522)	0%

Unappropriated Operating Expenses

Type:	Budget	Expended	Encumbered	Unexpended Balance	%
TOTAL - ALL UNAPPROPRIATED EXPENDITURES	\$ 1,045,057	\$ 1,019,557	\$ 2,674	\$ 25,500	2%
TOTAL - ALL EXPENDITURES	\$ 7,447,697	\$ 7,235,398	\$ 206,996	\$ 7,978	0%
OPERATING SURPLUS / (DEFICIT)	\$ 76,328	\$ 198,344			

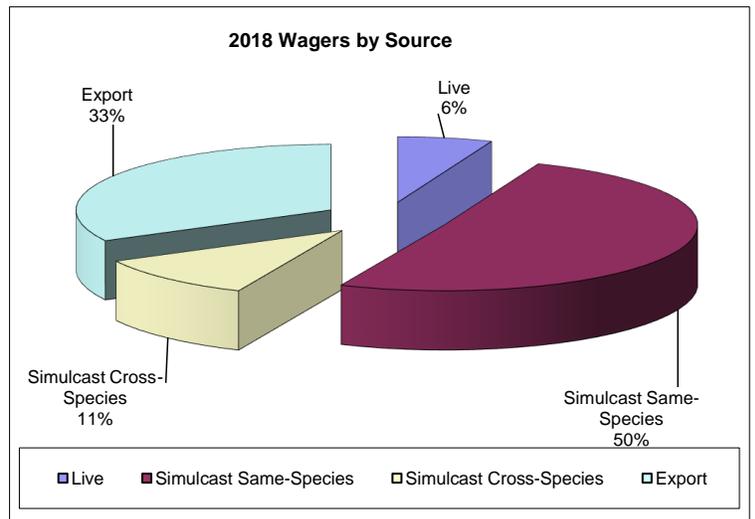
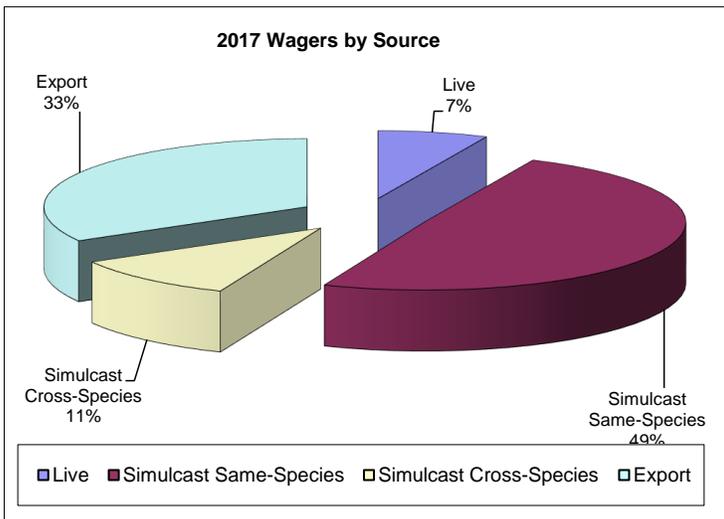
Summary of FTE's

By Fiscal Quarter:	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Authorized FTE's	46.40	46.40	46.40	46.40
Budgeted FTE's	38.75	38.75	38.75	38.75
Actual FTE's	40.50	34.70	35.50	36.70
Actual FTE's Over / (Under) Budget	1.75	(4.05)	(3.25)	(2.05)
Actual FTE's Over / (Under) Authorization	(5.90)	(11.70)	(10.90)	(9.70)



Texas Pari-Mutuel Racetracks Wagering Statistics Comparison Report on Total Wagers Placed in Texas & on Texas Races For the Period of January 1 through July 31

	Year 2017			Year 2018			Percentage Change	
	<u>Wagers (Handle)*</u>			<u>Wagers (Handle)*</u>			<u>Wagers (Handle)</u>	
	# Days	Total	Average per day	# Days	Total	Average per day	Total	Average per day
Greyhound Racetracks								
Live	20	\$ 417,563	\$ 20,878	33	\$ 594,284	\$ 18,009	42.32%	-13.74%
Simulcast Same-Species	547	\$ 13,322,068	\$ 24,355	540	\$ 13,406,744	\$ 24,827	0.64%	1.94%
Simulcast Cross-Species	547	\$ 10,684,687	\$ 19,533	540	\$ 10,317,469	\$ 19,106	-3.44%	-2.19%
Export	20	\$ 399,684	\$ 19,984	33	\$ 1,073,319	\$ 32,525	168.54%	62.75%
Total Wagers		\$ 24,824,002			\$ 25,391,816		2.29%	
Horse Racetracks								
Live	126	\$ 18,069,957	\$ 143,412	105	\$ 15,413,875	\$ 146,799	-14.70%	2.36%
Simulcast Same-Species	756	\$ 121,571,791	\$ 160,809	754	\$ 121,489,547	\$ 161,127	-0.07%	0.20%
Simulcast Cross-Species	756	\$ 17,912,123	\$ 23,693	754	\$ 18,003,829	\$ 23,878	0.51%	0.78%
Export	122	\$ 90,527,825	\$ 742,031	101	\$ 86,155,687	\$ 853,027	-4.83%	14.96%
Total Wagers		\$ 248,081,697			\$ 241,062,939		-2.83%	
All Racetracks								
Live	146	\$ 18,487,521	\$ 126,627	138	\$ 16,008,159	\$ 116,001	-13.41%	-8.39%
Simulcast Same-Species	1,303	\$ 134,893,859	\$ 103,526	1,294	\$ 134,896,291	\$ 104,248	0.00%	0.70%
Simulcast Cross-Species	1,303	\$ 28,596,810	\$ 21,947	1,294	\$ 28,321,298	\$ 21,887	-0.96%	-0.27%
Export	142	\$ 90,927,510	\$ 640,335	134	\$ 87,229,007	\$ 650,963	-4.07%	1.66%
Total Wagers		\$ 272,905,699			\$ 266,454,755		-2.36%	
Total Wagers Placed in Texas		\$ 181,978,189			\$ 179,225,749		-1.51%	
Total Wagers Placed on Texas Races		\$ 109,415,030			\$ 103,237,166		-5.65%	



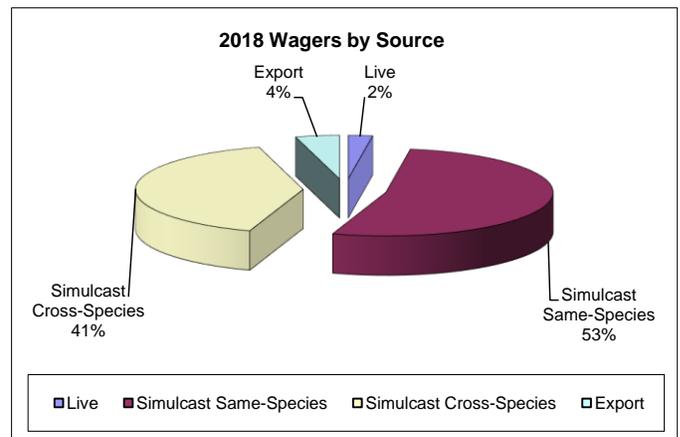
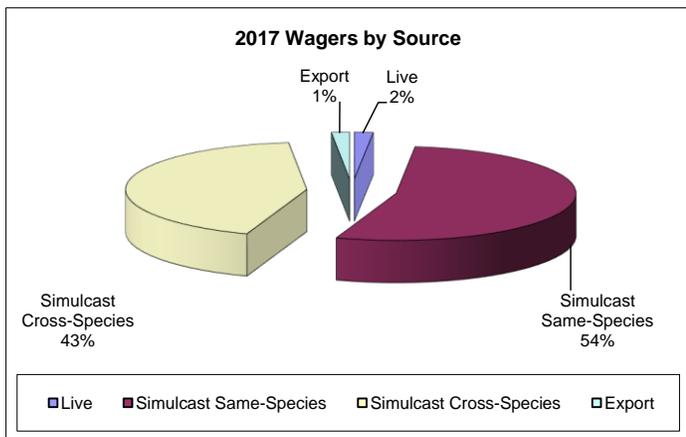
*NOTE: All figures are based on data available at the time this report was compiled and are subject to being audited and revised.



Greyhound Racetrack Wagering Statistics Comparison Report on Total Wagers Placed in Texas & on Texas Races

For the Period of January 1 through July 31

	Year 2017			Year 2018			Percentage Change	
	# Days	Wagers (Handle)*		# Days	Wagers (Handle)*		Wagers (Handle)	
		Total	Average per day		Total	Average per day	Total	Average per day
<u>Gulf Coast Racing</u>								
Live	0	\$ -	\$ -	0	\$ -	\$ -	0.00%	0.00%
Simulcast Same-Species	152	\$ 4,030,250	\$ 26,515	150	\$ 4,258,306	\$ 28,389	5.66%	7.07%
Simulcast Cross-Species	152	\$ 2,002,234	\$ 13,173	150	\$ 2,249,216	\$ 14,995	12.34%	13.83%
Export	0	\$ -	\$ -	0	\$ -	\$ -	0.00%	0.00%
Total Wagers		\$ 6,032,484			\$ 6,507,522		7.87%	
<u>Gulf Greyhound Park</u>								
Live	0	\$ -	\$ -	33	\$ 594,284	\$ 18,009	0.00%	NA
Simulcast Same-Species	212	\$ 5,827,064	\$ 27,486	209	\$ 5,943,276	\$ 28,437	1.99%	3.46%
Simulcast Cross-Species	212	\$ 5,540,511	\$ 26,134	209	\$ 5,119,658	\$ 24,496	-7.60%	-6.27%
Export	0	\$ -	\$ -	33	\$ 1,073,319	\$ 32,525	0.00%	NA
Total Wagers		\$ 11,367,575			\$ 12,730,537		11.99%	
<u>Valley Race Park</u>								
Live	20	\$ 417,563	\$ 20,878	0	\$ -	\$ -	-100.00%	-100.00%
Simulcast Same-Species	183	\$ 3,464,754	\$ 18,933	181	\$ 3,205,162	\$ 17,708	-7.49%	-6.47%
Simulcast Cross-Species	183	\$ 3,141,942	\$ 17,169	181	\$ 2,948,595	\$ 16,291	-6.15%	-5.12%
Export	20	\$ 399,684	\$ 19,984	0	\$ -	\$ -	-100.00%	-100.00%
Total Wagers		\$ 7,423,943			\$ 6,153,758		-17.11%	
<u>All Greyhound Tracks</u>								
Live	20	\$ 417,563	\$ 20,878	33	\$ 594,284	\$ 18,009	42.32%	-13.74%
Simulcast Same-Species	547	\$ 13,322,068	\$ 24,355	540	\$ 13,406,744	\$ 24,827	0.64%	1.94%
Simulcast Cross-Species	547	\$ 10,684,687	\$ 19,533	540	\$ 10,317,469	\$ 19,106	-3.44%	-2.19%
Export	20	\$ 399,684	\$ 19,984	33	\$ 1,073,319	\$ 32,525	168.54%	62.75%
Total Wagers		\$ 24,824,002			\$ 25,391,816		2.29%	
Total Wagers Placed in Texas		\$ 24,424,318			\$ 24,318,497		-0.43%	
Total Wagers Placed on Texas Races		\$ 817,247			\$ 1,667,603		104.05%	

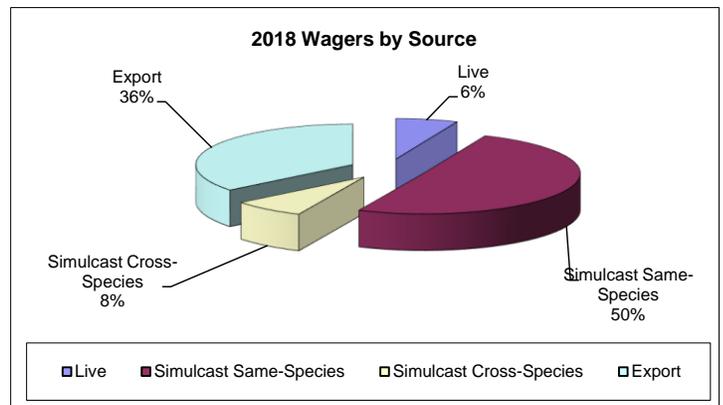
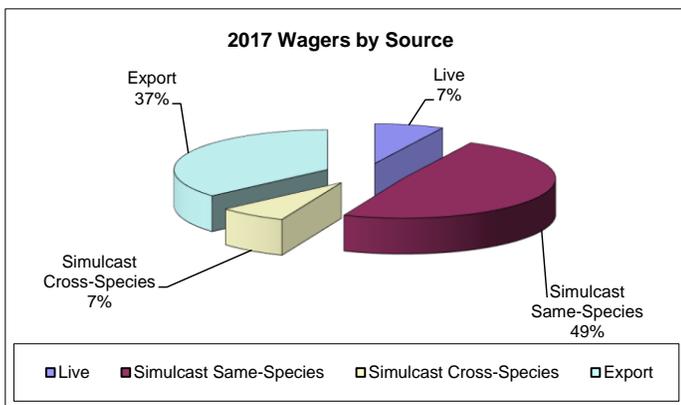


*NOTE: All figures are based on data available at the time this report was compiled and are subject to being audited or revised.



Horse Racetrack Wagering Statistics Comparison Report on Total Wagers Placed in Texas & on Texas Races For the Period of January 1 through July 31

	Year 2017				Year 2018				Percentage Change	
	# Days	Wagers (Handle)*		Average per day	# Days	Wagers (Handle)*		Average per day	Wagers (Handle)	
		Total				Total			Total	Average per day
Gillespie County Fair										
Live	4	\$ 578,587	\$ 144,647	4	\$ 537,307	\$ 134,327	-7.13%	-7.13%		
Simulcast Same-Species	120	\$ 1,856,340	\$ 15,469	120	\$ 2,711,641	\$ 22,597	46.07%	46.07%		
Simulcast Cross-Species	120	\$ 285,265	\$ 2,377	120	\$ 306,694	\$ 2,556	7.51%	7.51%		
Export	0	\$ -	\$ -	0	\$ -	\$ -	0.00%	0.00%		
Total Wagers		\$ 2,720,192			\$ 3,555,642		30.71%			
Lone Star Park										
Live	50	\$ 11,337,707	\$ 226,754	41	\$ 9,826,563	\$ 239,672	-13.33%	5.70%		
Simulcast Same-Species	212	\$ 62,847,338	\$ 296,450	212	\$ 61,473,881	\$ 289,971	-2.19%	-2.19%		
Simulcast Cross-Species	212	\$ 3,774,799	\$ 17,806	212	\$ 4,124,142	\$ 19,454	9.25%	9.25%		
Export	50	\$ 35,154,285	\$ 703,086	41	\$ 33,994,381	\$ 829,131	-3.30%	17.93%		
Total Wagers		\$ 113,114,129			\$ 109,418,967		-3.27%			
Retama Park										
Live	16	\$ 1,358,216	\$ 84,889	7	\$ 728,212	\$ 104,030	-46.38%	22.55%		
Simulcast Same-Species	212	\$ 20,970,635	\$ 98,918	211	\$ 20,220,089	\$ 95,830	-3.58%	-3.12%		
Simulcast Cross-Species	212	\$ 4,107,629	\$ 19,376	211	\$ 3,459,600	\$ 16,396	-15.78%	-15.38%		
Export	16	\$ 2,890,060	\$ 180,629	7	\$ 2,690,423	\$ 384,346	-6.91%	112.78%		
Total Wagers		\$ 29,326,540			\$ 27,098,323		-7.60%			
Sam Houston Race Park										
Live	56	\$ 4,795,448	\$ 85,633	53	\$ 4,321,793	\$ 81,543	-9.88%	-4.78%		
Simulcast Same-Species	212	\$ 35,897,479	\$ 169,328	211	\$ 37,083,937	\$ 175,753	3.31%	3.79%		
Simulcast Cross-Species	212	\$ 9,744,430	\$ 45,964	211	\$ 10,113,392	\$ 47,931	3.79%	4.28%		
Export	56	\$ 52,483,480	\$ 937,205	53	\$ 49,470,884	\$ 933,413	-5.74%	-0.40%		
Total Wagers		\$ 102,920,837			\$ 100,990,006		-1.88%			
All Horse Tracks										
Live	126	\$ 18,069,957	\$ 143,412	105	\$ 15,413,875	\$ 146,799	-14.70%	2.36%		
Simulcast Same-Species	756	\$ 121,571,791	\$ 160,809	754	\$ 121,489,547	\$ 161,127	-0.07%	0.20%		
Simulcast Cross-Species	756	\$ 17,912,123	\$ 23,693	754	\$ 18,003,829	\$ 23,878	0.51%	0.78%		
Export	122	\$ 90,527,825	\$ 742,031	101	\$ 86,155,687	\$ 853,027	-4.83%	14.96%		
Total Wagers		\$ 248,081,697			\$ 241,062,939		-2.83%			
Total Wagers Placed in Texas		\$ 157,553,871			\$ 154,907,252		-1.68%			
Total Wagers Placed on Texas Races		\$ 108,597,783			\$ 101,569,563		-6.47%			



*NOTE: All figures are based on data available at the time this report was compiled and are subject to being audited and revised.

ENFORCEMENT ACTIVITY SUMMARY

Lone Star Park began its Quarter Horse meet on September 21, 2018. The 16 day meet runs through November 10, 2018.

Retama Park concluded its mixed breed meet on September 5, 2018.

Gillespie County Fair concluded its mixed breed meet on August 25, 2018.

Gillespie County Fair, Gulf Coast Racing, Gulf Greyhound Park, Retama Park, and Sam Houston Race Park, are presently conducting simulcast wagering.

Retama Park – Mixed Breed Race Meet

Rulings Activity from 07/06/2018 through 09/15/2018

Human Drug Violations	5
Jockey – Non-riding Infractions	2
Jockey – Riding Infractions	6
Conduct Violations	1
Medication Violations*	
<u>Class 3</u>	
Clenbuterol - 2	
<u>Class 4</u>	
Phenylbutazone - 1	3
Miscellaneous	2
Trainer Infractions	10
Licensing	4
Contraband	5
Failure To Pay Fine	2
Financial Obligations	2
TOTAL	42*

Gillespie County Fair Mixed Meet

Rulings Activity from 07/07/2018 through 09/01/2018

Jockey – Riding Infractions	1
Trainer Infractions	2
Medication Violations*	
<u>Class 3</u>	
Clenbuterol	2
Licensing	1
Contraband	2
TOTAL	8*

*Does not include any rulings that have not been finalized through the appeals process.

III. GENERAL BUSINESS

- B. Discussion and possible action on a legislative housekeeping proposal to the 86th Texas Legislature, Regular Session

Legislative Housekeeping Proposals

Note: The 85th Legislature (2017) codified the Texas Racing Act as Tex. Occ. Code Ch. 2021-2035, effective April 1, 2019. Amendments to the Act should therefore be made to the appropriate section(s) of the Occupations Code.

1. License types need to be specifically listed in statute

The FBI has notified the Commission, through DPS, that it will not continue performing criminal history searches on any license types that are not specifically subject to such screening by statute. As no occupational license types are currently listed in the Racing Act or Chapter 411 of the Government Code, this change will need to be made for the Commission to continue receiving comprehensive, national criminal history information.

2. Update to Tex. Occ. Code Sec. 2025.003 (currently Racing Act Sec. 5.03, Fingerprints), to comport with current fingerprinting procedures

The current fingerprinting statute requires applicants to provide fingerprints every time they apply for a license or renewal, with an exception only for applicants by reciprocity. However, since that requirement was implemented, DPS has begun storing electronic fingerprints that can be reused year after year. Updating this requirement to only require fingerprints from those applicants who do not already have fingerprints on file that DPS can reuse for TxRC licensing purposes would save the agency staff resources and would save applicants and licensees money.

3. Definition of “prohibited substance”

Tex. Occ. Code Sec. 2021.003 General Definitions

...
(38) "Prohibited substance" means a drug, chemical, or other substance that[:
 (A) ~~in use or in intended use, is reasonably capable of influencing or affecting the outcome of a race in a manner contrary to this subtitle or a commission rule; and~~
 (B)] is prohibited by a commission rule regulating the unlawful influence of a race.

4. Five required meetings/year instead of six

Tex. Occ. Code Sec. 2022.009. COMMISSION MEETINGS; RECORD OF COMMISSION VOTES.

(a) The commission shall hold at least five [six] regular meetings each year on dates fixed by the commission.

5. Cooperation with other jurisdictions regarding collection of specimens for drug testing

Provide authority for the Commission to cooperate with other jurisdictions to collect specimens for drug testing in Texas or in the other jurisdiction. This change would enable the Texas Racing Commission to cooperate with other jurisdictions that request Texas's help in testing race animals that are now in Texas and would encourage other jurisdictions to cooperate with Texas when we need samples from animals that have left Texas.

6. Authority to collect costs for hearings at the State Office of Administrative Hearings

Provide authority for the State Office of Administrative Hearings (SOAH) to assess costs of hearings against a licensee who loses a case at SOAH.

IV. PROCEEDINGS ON MATTERS RELATED TO AGENCY FUNDING

- A. Discussion and possible action to direct staff regarding the issuance of a request for proposals regarding a third-party economy, efficiency, and effectiveness review, audit, or similar process
- B. Discussion and possible action to adopt amendments to 16 TAC § 309.13, Supplemental Fee

309.13 Supplemental Fee

- 1 (a) Purpose of Fee. The fee in this section is necessary to pay the Commission's costs
2 to procure an independent audit or review of the economy, efficiency and effectiveness
3 of its operations, as requested by the racing industry, and the fees collected under this
4 section shall only be used for this purpose.
- 5 (b) Amount of Fee. In addition to the license fees prescribed by §309.8, Racetrack
6 License Fees, a licensed racing association shall pay a supplemental license fee to the
7 Commission in an amount that equals the total cost of the audit or review, not to exceed
8 \$200,000, divided by the number of racing associations in good standing in Texas.
- 9 (c) The supplemental fee shall be due 15 days after the Commission sends an invoice
10 to the association.
- 11 (d) Refunds. In the event that the total amount the Commission collects under this
12 section exceeds its actual costs, any amount remaining shall be refunded to paying
13 associations in equal shares not later than 60 days after the date the Commission's final
14 payment for the audit or review is due.

V. OTHER PROCEEDINGS ON RULES

- A. Discussion and possible action to withdraw and repropose amendments to 16 TAC § 313.405, Whips and Other Equipment

313.405 CROPS [WHIPS] AND OTHER EQUIPMENT

1 (a) The use of a crop [whip] is not required and a jockey who uses a crop [whip] during
2 a race may do so only in a manner consistent with using the jockey's best efforts to win.

3 The correct uses of a crop [whip] include:

4 (1) showing the crop [whip] to the horse before hitting the horse;

5 (2) using the crop [whip] in rhythm to the horse's stride; and

6 (3) using the crop [whip] as an aid to keep a horse running straight.

7 ~~[(b) A whip used in races must be at least 1/4-inch in diameter and have a looped
8 leather "popper" affixed to one end. The whip must have at least three rows of leather
9 feathers above the popper and each feather must be at least one inch long. The popper
10 must be at least 1 1/4 inch wide and three inches long. A whip may not exceed one
11 pound in weight or 31 inches in length, including the popper.]~~

12 (b) All riding crops are subject to inspection and approval by the stewards and the clerk
13 of scales. Riding crops shall have a shaft and a flap and will be allowed only as follows:

14 (1) maximum weight of eight ounces;

15 (2) maximum length, including flap, of 30 inches;

16 (3) minimum diameter of the shaft of three-eighths inch;

17 (4) shaft contact area must be smooth, with no protrusions or raised surface, and
18 covered by shock absorbing material that gives a compression factor of at least one
19 millimeter throughout its circumference; and

20 (5) the flap is the only allowable attachment to the shaft and must meet these
21 specifications:

22 (A) length beyond the end of the shaft shall not exceed one inch;

23 (B) width shall be between 0.8 inch and 1.6 inches;

24 (C) no reinforcements or additions beyond the end of the shaft;

25 (D) no binding within seven inches of the end of the shaft; and

26 (E) shock absorbing characteristics similar to those of the contact area of the
27 shaft.

28 (c) If a jockey is to ride without a crop [whip], the stewards shall ensure that fact is
29 announced over the public address system.

30 (d) A jockey may not strike [whip] a horse:

- 31 (1) on the head, flanks, or on any part of the horse's body other than the shoulders
32 or hind quarters;
- 33 (2) excessively or brutally causing welts or breaks in the skin;
- 34 (3) in the post parade except when necessary to control the horse;
- 35 (4) when the horse is clearly out of the race or has obtained its maximum placing; or
- 36 (5) persistently, if the horse is not responding to the crop [~~whip~~].
- 37 (e) (No change.)

V. OTHER PROCEEDINGS ON RULES

B. Discussion and possible action to propose amendments to 16 TAC § 321.320, Super Hi-Five

CHAPTER 321 PARI-MUTUEL WAGERING
SUBCHAPTER C REGULATION OF LIVE WAGERING
DIVISION 2 DISTRIBUTION OF PARI-MUTUEL POOLS
SECTION 321.320 SUPER HI-FIVE

1 (a) – (c) (No change.)

2 (d) Unique winning wager [~~ticket~~] option.

3 (1) Unique wager [~~ticket~~], as used in this subsection, shall be defined as having
4 occurred when there is one and only one winning wager [~~ticket~~] whose combination
5 finished in correct sequence as the first five betting interests based upon the official
6 order of finish and is equal to the minimum allowable wager, ~~to be verified by the~~
7 ~~unique serial number assigned by the totalisator company that issued the winning~~
8 ~~ticket~~]. In the event that there is more than one winning wager [~~ticket~~] whose
9 combination finished in correct sequence as the first five betting interests, a unique
10 winning wager [~~ticket~~] shall be deemed to not have occurred.

11 (2) If an association elects to offer the unique winning wager [~~ticket~~] option, the net
12 super hi-five pool shall be distributed to winning wagers in the following order of
13 precedence, based on the official order of finish:

14 (A) as a single price pool, including any applicable carry-over, to the holder of a
15 unique winning wager [~~ticket~~] whose combination finished in correct sequence as the
16 first five betting interests, but if there is no such unique winning wager [~~ticket~~], then

17 (B) the net pool shall be divided into two separate pools. The major pool of the net
18 pool shall be paid as a carryover into the next regularly scheduled super hi-five pool.
19 The remaining minor pool shall be paid as a super hi-five consolation pool, which shall
20 be equally divided among those wager [~~ticket~~] holders who correctly select the first five
21 interests in order, but if there are no such wagers, then

22 (C) the entire net pool shall be carried over into the next regularly scheduled super hi-
23 five pool.

24 (3) The association shall specify the minimum monetary amount of a unique winning
25 [~~ticket~~] wager with prior approval of the executive secretary.

26 (4) Prior to the start of the race meet, the association shall specify the percentages for
27 a major and minor pool with prior approval of the executive secretary.

28 (5) A written request to distribute the super hi-five pool plus any carryover on a specific
29 date and performance may be submitted by the association to the executive secretary
30 for approval. The request must be for a specified date no greater than one year from the
31 date the request is submitted and contain justification for the distribution, an explanation
32 of the benefit to be derived, and the intended date and performance for the distribution.
33 Should the super hi-five net pool and any applicable carryover be designated for
34 distribution on a specified date and performance in which there is no unique winning
35 wager [~~ticket~~], the entire pool shall be distributed using the method described in
36 subsection (i) of this section.

37 (6) Unless otherwise stated in writing by the Commission under paragraph (5) of this
38 subsection, on the last super hi-five race on the final day of the meeting, the net pool,
39 including any applicable carryover, shall be distributed using the method described in
40 subsection (i) of this section.

41 (e) – (m) (No change.)

V. OTHER PROCEEDINGS ON RULES

C. Discussion and possible action to propose the repeal of:

1. 15 TAC § 311.52, Spouse's License
2. 16 TAC § 321.41, Cashing Outstanding Tickets
3. 16 TAC § 321.42, Cashing Outstanding Vouchers

CHAPTER 311 OTHER LICENSES

SUBCHAPTER A LICENSING PROVISIONS

DIVISION 2 OTHER LICENSES

~~[SECTION 311.52 SPOUSE'S LICENSE]~~

- 1 ~~[The spouse of a licensed owner may apply for a Spouse's License by completing the~~
- 2 ~~license application, a fingerprint card, and paying the license fee. The Spouse's License~~
- 3 ~~does not allow the spouse to participate in racing.]~~

CHAPTER 321 PARI-MUTUEL WAGERING

SUBCHAPTER A MUTUEL OPERATIONS

DIVISION 3 MUTUEL TICKETS AND VOUCHERS

1 ~~**[SECTION 321.41 CASHING OUTSTANDING TICKETS]**~~

2 ~~[(a) For purposes of this section, an outstanding ticket is one that was purchased for a~~
3 ~~race held at least 21 days before the date the ticket is presented for payment.~~

4 ~~(b) An association shall designate one ticket window where a patron must cash an~~
5 ~~outstanding ticket. If the association needs more than one window, the association must~~
6 ~~submit a written request for approval from the executive secretary for additional~~
7 ~~windows.~~

8 ~~(c) The association may not permit an outstanding ticket to be cashed at a ticket window~~
9 ~~other than a designated window.]~~

10

11 ~~**[SECTION 321.42 CASHING OUTSTANDING VOUCHERS]**~~

12 ~~[(a) For purposes of this section, an outstanding voucher is one that was issued at least~~
13 ~~21 days before the date the voucher is presented for payment.~~

14 ~~(b) An association shall designate one mutuel window where a patron must cash an~~
15 ~~outstanding voucher. If the association needs more than one window, the association~~
16 ~~must submit a written request for approval from the executive secretary for additional~~
17 ~~windows.~~

18 ~~(c) The association may not permit an outstanding voucher to be cashed at a mutuel~~
19 ~~window other than a designated window.]~~

VI. PROCEEDINGS ON RACETRACKS

A. Discussion and possible action on ownership and management reviews of active racetrack licenses under 16 TAC §309.53:

1. Gillespie County Fair
2. Gulf Greyhound Park



Texas Racing Commission

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(512) 833-6699 FAX: (512) 833-6907
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MEMORANDUM

TO: Texas Racing Commissioners

FROM: Chuck Trout, Executive Director

DATE: October 1, 2018

SUBJECT: Ownership and Management Review of Active Racetrack Licenses – Gillespie County Fair and Festivals Association, Inc. and Gulf Greyhound Park

Pursuant to Section 6.06(k) of the Racing Act, as amended by House Bill 2271 in the Regular Session of the 82nd Legislature (the agency's sunset bill), the Commission must review the ownership and management of active licenses every five years. In April 2013, the Commission adopted Section 309.53 of the Rules of Racing, which established the schedule of reviews and the components of such reviews.

The review process is as follows:

Submission Requirements

Not later than June 30 of the year in which an association is subject to review, the association shall submit to the Commission:

- (1) copies of its current management, concession, and totalisator contracts;
- (2) a copy of its current security plan;
- (3) for each person owning an interest of at least five percent of the association and for each officer, director, or management committee member who is not currently licensed as an Association Officer or Director by the Commission:

(A) a completed background information form and written authorization for the Commission and the Department of Public Safety to conduct any investigation deemed necessary; and

(B) a set of fingerprints on a form prescribed by the Department of Public Safety, or if the person already has a set of fingerprints classified and on file with the Department of Public Safety, authorization to resubmit those fingerprints to the Federal Bureau of Investigation and the Department of Public Safety for investigation;

(4) a review fee of \$5,000, to be held by the Commission in the state treasury in a suspense account until the review is complete or transferred to the Texas Racing Commission Fund as costs are incurred; and

(5) any other information required by the Commission.

Commission Review

(1) The executive secretary shall prepare a report for the Commission's review summarizing:

(A) the information provided by the association under this section or under Rule 309.152, Records;

(B) the Commission's inspection reports from the prior five years;

(C) the results of any inspections or investigations conducted by the Commission as part of the review; and

(D) any other information relevant to the ownership or management of the association.

(2) The executive secretary will separately provide to the Commission the results of any background investigations conducted by the Department of Public Safety.

(3) At the conclusion of each review, the Commission:

(A) may take any action authorized under the Act or the Rules; and

(B) shall schedule the next ownership and management review of the association's license.

Commission staff has reviewed the submissions and relevant information regarding the two licenses subject to review in 2018. The following pages contain a summary of staff's findings.

GILLESPIE COUNTY FAIR & FESTIVALS ASSOCIATION, INC.

Current Ownership and Management

Gillespie County Fair & Festivals Association, Inc. (GCF), is a non-profit corporation that holds a Class 3 horse racetrack license in Fredericksburg, Texas. The license was originally issued in 1989. A 36-person board of directors, including an executive board of nine members, governs GCF. The officers and executive board members currently hold an occupational license issued by the Commission. As a non-profit corporation, the entity is managed by its stakeholders. While these stakeholders do not hold a true “ownership” interest, their degree of participation and control is expressed in the annual filings as a percentage interest. No stakeholder currently holds a participation interest of five percent or more.

GCF conducts two types of racing operations each year. The live meet consisting of eight live race dates is self-managed and operated on a volunteer basis by GCF’s stakeholders. The simulcasting operations are conducted year-round at GCF’s Race Barn and are managed and operated by Gulf Greyhound Partners, LTD. which also manages and operates Gulf Greyhound Park in La Marque and Gulf Coast Racing in Corpus Christi.

Background Investigations

Each officer and member of the executive board currently holds an occupational license issued by the Commission and therefore has undergone a background check within the past three years. Nothing has been identified that prevents these individuals from serving as a member of the executive board.

Security Plan

The license holder submitted a copy of its security plan for its live operations, which has been previously reviewed and approved by the Commission’s investigative staff. The approved security plan for the simulcasting operations at the Race Barn is on file with the Commission.

Totalisator, Management and Concession Contracts

GCF contracts with United Tote Company for totalisator services. The current contract with amendments was approved at the August 14th Commission meeting.

GCF manages and operates its own concessions at the live meet; therefore, there is no concessions contract for this activity.

Gulf Greyhound Partners, LTD. manages the concessions for GCF at the Race Barn as part of its overall management contract to conduct simulcasting operations. This management contract was approved by the Commission as part of the overall approval of simulcasting at GCF's Race Barn in June 2011. It has subsequently been modified four times, most recently in 2011.

Financial Review

Copies of Gillespie County Fair's most recent financial statements have been provided to the Commissioners under separate cover.

Commission Inspections

Over the past five years, Commission staff has identified the following violations in the performance of routine inspections at GCF's facility.

Administration Operations

Sec. 309.129 Automatic Banking Machines - There was not a current ATM contract on file. (May 2014)

Pari-mutuel Operations

Sec. 321.23 Wagering Explanations – Wagering explanations in the programs printed on the VEST kiosk needed to be updated. (May 2015)

Sec. 321.12 Time Synchronization – The security system time was not in sync with the atomic clock as required. (December 2016)

Sec. 321.37 Cashed Tickets and Vouchers The Comptroller's office had approved the disposal of tickets dated from December 31.2012 and prior. However, no tickets/vouchers were found for the time period of January 2013 thru July 2013. (December 2016)

Sec. 321.43 Cancellation of Win Wager – A self-serve wagering terminal was operating without the required cancellation notice. (December 2016)

Sec. 321.23 Wagering Explanations – Not all programs printed through VEST kiosks print the required wagering explanations. (June 2017)

Sec. 321.41 (b) and 321.42(b) – Cashing Outstanding Tickets & Cashing Outstanding Vouchers – An unauthorized teller machine was programmed to cash out tickets and vouchers. (June 2017)

Sec. 321.112 Management, Totalisator Companies, and Concessionaires Contracts and Sec. 321.15 License to Provide Totalisator Services – Amended tote contract had not been approved by the Commission. (June 2018)

Veterinary Operations

Sec. 309.243 Stalls – Shade cloth in holding barn needs replacing. (July 2015)

Sec. 309.245 Manure Removal – Minor maintenance/safety issues. (July 2015)

Sec. 309.248 Pre-race Holding Area – Minor maintenance/safety issues. (July 2015)

Association management addressed all of these issues in a timely fashion.

GULF GREYHOUND PARK, LTD. (GGP)

Current Ownership and Management

Gulf Greyhound Partners, Ltd., is a Texas limited partnership that holds a greyhound racetrack license in La Marque, Texas. This license was originally issued in 1990. Texas Pari-Mutuel Management, Inc. (TPM), is the general partner and owns 48% of GGP. TPM is a wholly owned subsidiary of Greene Group, Inc., which is in turn owned by three individuals, each of whom is a resident of Alabama. The remaining 52% of GGP is owned by 20 limited partners, each of whom is a resident of Texas.

The broad authority to manage the day-to-day affairs of GGP is vested in TPM. GGP has established a three member board of directors, one of whom is a Texas resident. In addition, certain decisions of major significance require the written consent of a majority of the Texas limited partners.

Background Investigations

Each person owning an interest of at least five percent in the association and each officer, director, or management committee member who is not currently licensed by the

Commission provided the required background information and authorization. Nothing has been identified that prevents these individuals from serving in these roles.

Security Plan

GGP submitted a copy of its security plan dated June 2018. This security plan has been reviewed and approved by the Commission's investigative staff.

Totalisator, Management and Concession Contracts

GGP currently contracts with United Tote Company for totalisator services. This contract was last reviewed and approved by the Commission at its August 14, 2018, meeting.

TPM, GGP's general partner, manages the operations of GGP directly under the terms of the partnership agreement.

Gulf Greyhound Services (GGS) manages and operates the alcoholic beverage sales at GGP and Gulf Coast Racing. GGS is a subsidiary of GGP and the partnership consolidated GGS into its consolidated financial statements effective January 1, 2010.

Financial Review

Copies of Gulf Greyhound Park most recent financial statements have been provided to the Commissioners under separate cover.

Commission Inspections

Over the past five years, Commission staff has identified the following violations in the performance of routine inspections at GGP:

Racing Operations

Sec. 309.112 Maintenance – Sand needed to be put in paddock to track sidewalk. (January 2014)

Sec. 309.114 Restrooms – Minor maintenance issues (January 2014)

Sec. 309.125 Photo finish equipment – Timer needed to be installed on the 330 yard box. (January 2014)

Sec. 309.303 Track surface - Minor maintenance/safety issues. (January 2014)

Sec. 309.304 Track Watering Equipment - Minor maintenance/safety issues. (January 2014)

Sec. 309.305 Starting Boxes – Minor maintenance/safety issues. (January 2014)

Sec. 309.306 Escapes – Minor maintenance/safety issues. (January 2014)

Sec. 309.112 Maintenance – Minor maintenance/safety issues. (June 2015)

Sec 309.305 Starting Boxes – Minor maintenance/safety issues. (June 2015)

Sec 309.306 Escapes – Minor maintenance/safety issues. (June 2015)

Sec 309.307 Lures - Minor maintenance/safety issues. (June 2015)

Sec. 309.307 Lures – Minor maintenance/safety issues (November 2015)

Sec. 309.308 Video Monitoring System – Camera behind the 550 box was out of focus. (November 2015)

Sec. 309.112 Maintenance – Fire extinguishers had expired tags. (December 2017)

Sec. 309.114 Restrooms – Minor maintenance/safety issues. (December 2017)

Sec. 309.118 (c) (e) Regulatory Office Space and Equipment - Minor maintenance issues. (December 2017)

Sec. 309.123 Internal Communication System – Phone issues in regulatory offices. (December 2017)

Sec. 309.166 (b) Race Information - Tote board not operational. (December 2017)

Sec. 309.306 Escapes - Minor maintenance/safety issues. (December 2017)

Sec. 309.307 – Lures – Minor maintenance/safety issues. (December 2017)

Veterinary

Sec. 309.309 Lockout Kennel – Repair various crate doors. (June 2014)

Sec. 309.312 Turnout Pens – Repair various turnout pens. (June 2014)

Sec. 309.13 Kennel Buildings - Minor maintenance/safety issues. (June 2014)

Sec 309.312 Turnout Pens – Power wash outside turnout pen walls. (March 2015)

Sec. 30-9.313 Kennel Buildings - Minor maintenance/safety issues. (March 2015)

Sec. 309.309 Lockout Kennel – Minor maintenance/safety issues. (June 2015)

Sec. 309.312 Turnout Pens – Minor maintenance/safety issues. (June 2015)

Sec. 309.313 Kennel Buildings – Minor maintenance/safety issues. (June 2015)

Sec. 309.312 Turnout Pens - Minor maintenance/safety issues. (December 2017)

Wagering

Sec. 321.23 Wagering Explanations – Simulcast programs did not include the approved wagering information. (July 2014)

Sec. 321.41 and 321.42 Cashing Outstanding Tickets – 21 day old cashed outs and vouches were not being separated as required. (July 2014)

Sec. 321.43 Cancellation of Win Wager – A plan for approval of cancelling tickets on self-serve terminals needed to be submitted for consideration and approval. (July 2014)

Sec. 321.101 Totalisator Room – Tote room access list needed to be updated and submitted for approval. (July 2014)

Sec. 321.27 Posting of Race Results – Live results were not posted in accordance with approved plan. (November 2014)

Sec. 321.42 Cancellation of Win Wager – The camera covering the self-serve terminal in the south first floor party room was inoperable. (November 2014)

Sec. 321.101 Totalisator Room Security – Individual on approved tote access list had expired license. (November 2014)

Sec. 321.605 – E Wagering Plan – E-wagering plan was outdated. Needed to be revised and submitted for approval. (November 2014)

Sec. 321.25 Wagering Information - Vendor for the programs and race results kiosk and its designated representative did not have a valid TxRC license. (September 2016)

Sec. 321.43 Cancellation of Win Wager – Security recordings of the self-service terminal lines were not retained in accordance with the approved plan. (September 2016)

Sec. 321.25 Wagering Information – Required information was not being included in programs printed by on-demand kiosk. (December 2017)

Sec. 321.25 Posting of Race Results – VEST kiosk vendor that supplies program and race results allowed its license and its designated representative license to expire. (December 2017)

Association management addressed all of these issues in a timely fashion.

VI. PROCEEDINGS ON RACETRACKS

B. Discussion and possible action on applications by inactive racetrack license holders for license renewal under 16 TAC §309.52:

1. Manor Downs
2. Laredo Downs
3. Valle de Los Tesoros



TEXAS RACING COMMISSION
P. O. Box 12080
Austin, TX 78711-2080
(512) 833-6699
Fax (512) 833-6907

Date: October 1, 2018

To: Texas Racing Commissioners

From: Chuck Trout, Executive Director

Re: Action on Applications by Inactive Racetrack License Holders for License
Renewal under Commission Rule 309.52

At its meeting on October 9, 2018, the Commission will review and potentially renew each racetrack license that is currently designated as inactive under §6.0602 of the Texas Racing Act.

The inactive licenses are:

Manor Downs

Laredo Downs

Valle de los Tesoros

In preparation for this review, staff prepared an application form that addresses each of the renewal criteria established under Commission Rule 309.52. Each inactive license holder then completed the application form and submitted the required fee. The completed applications are attached for your use.

At the conclusion of its review of each license, the Commission may:

- (1) designate the license as Active-Operating;
- (2) designate the license as Active-Other;
- (3) renew the license as Inactive; or
- (4) refer the inactive racetrack license to the State Office of Administrative Hearings for an evidentiary hearing and a Proposal for Decision as to whether the Commission should refuse to renew the license.

While the Commission has established the factors that it will consider in deciding whether to renew a license, the presence of any particular factor or factors does not require the Commission to either renew or refuse to renew an inactive racetrack license.

Renewal Criteria

Renewal criteria are established in TRA §6.0602 and Commission Rule 309.52. The following chart summarizes each track's response in relation to each of the criteria.

In determining whether to renew an inactive racetrack license, the Commission shall consider:	Manor Downs	Laredo Downs	Valle de los Tesoros
the inactive racetrack license holder's financial stability	Financially stable.	Financially stable.	Financially stable.
the inactive racetrack license holder's ability to conduct live racing	No racetrack facilities.	No racetrack facilities.	No racetrack facilities.
ability to construct and maintain a racetrack facility	Possesses finances and has technical capability. Does not own, lease, or have an option on designated property.	Possesses finances and has technical capability. Does not own, lease, or have an option on designated property.	Possesses finances, owns land, and has technical capability.
other good faith efforts to conduct live racing	See next page.	See next page.	See next page.
other necessary factors considered in the issuance of the original license	Other than lack of property, no change from original licensure.	Other than lack of property, no change from original licensure.	No change from original licensure.

Actions that demonstrate good faith efforts towards conducting live racing, although live racing is not imminent. Actions the Commission may consider include, but are not limited to:	Manor Downs	Laredo Downs	Valle del los Tesoros
securing sufficient financial commitments to fund construction of the racetrack facility	Financially capable	Financially capable	Financially capable
securing the real property of the designated location for which the racetrack license was granted, either by purchase or through a long-term lease of 20 years or more	No property	No property	Owns property
entering into contracts for the construction of the simulcasting and racetrack facilities	None	None	None

Actions that demonstrate good faith efforts towards conducting live racing, although live racing is not imminent. Actions the Commission may consider include, but are not limited to:	Manor Downs	Laredo Downs	Valle del los Tesoros
securing Commission approval of the racing facility's construction plans	None	None	None

License holders may report additional actions that they have undertaken as evidence of good faith efforts towards conducting live racing. *The following statements are taken verbatim from the license holders' applications for renewal.*

Manor Downs

PM Texas has taken the following actions in "good faith" pursuit of redeveloping a racetrack and conducting live racing:

- Making regular and timely payments to the Texas Racing Commission
- Pursuing regulatory changes at the Commission to improve the economics of Texas tracks and improve the Texas racing industry
- Pursuing legislative changes to improve the economics of Texas tracks and improve the Texas racing industry
- Hiring a third party, Travis County-based consultant to help explore opportunities for development and partnerships to make the project feasible and successful
- Initiating discussions with large scale entertainment properties like Rodeo Austin and Circuit of the Americas about potential parallel interests and partnerships
- Conducting exploratory meetings with existing Travis County retail operations to examine the potential for a temporary simulcast location

TRC Rule 309.52(e)(1) also requires the Commission to consider whether renewing a license is in the "best interests" of the racing Industry. Manor Downs' and PM Texas' activities substantially support and improve the racing industry in this state. PM Texas is an active and significant contributor at the Racing Commission from both a financial and regulatory perspective. This commitment has been demonstrated by PM Texas' agreement to satisfy the past due license fees owed by the Manor Downs license in 2016 and its willingness to pay higher license fees as part of the industry agreement regarding fees. PM Texas is highly motivated to maximize live racing opportunities in the state, and stands committed to improving the conditions for Texas racetracks, breeders, and horsemen.

Laredo Downs

Since the Commission issued the license, LRP's principals and representatives have been heavily involved in the racing industry, including attending Commission public meetings, work-sessions, and rulemaking committee sessions. The principals of LRP are very interested and involved in any and all activities that could improve the condition of the Texas racing industry. LRP is well-known by the horseman's groups and the owners of the other tracks as a key and responsible player in the industry. LRP has, on

more than one occasion, presented innovative ideas to the Commission and staff in support of the growth of the industry as a whole. In order to maintain the financial viability of the industry and the Commission itself, LRP has been paying the Commission's fees as currently required and is working with the Commission to further address the fee issue. LRP's continued support of and interest in the industry supports a finding that it is making good-faith efforts.

LRP has incurred significant costs in its efforts to move forward to a live racing facility, and continues to expend funds and effort in that regard. LRP's various efforts to make the construction of a facility for simulcasting followed by a facility for live racing financially viable and reasonable are the best and only reasonable good faith efforts that a reasonable and prudent racing association can make at this time. LRP is doing everything any reasonable association in its position can do to further live racing in Texas.

Valle de los Tesoros

Since the Commission issued the license, VDLT's principals and representatives have been heavily involved in the racing industry, including attending Commission public meetings, work-sessions, and rulemaking committee sessions. The principals of VDLT are very interested and involved in any and all activities that could improve the condition of the Texas racing industry. VDLT is well-known by the horseman's groups and the owners of the other tracks as a key and responsible player in the industry. VDLT has, on more than one occasion, presented innovative ideas to the Commission and staff in support of the growth of the industry as a whole. In order to maintain the financial viability of the industry and the Commission itself, TDLT has been paying the Commission's fees as currently required and is working with the Commission to further address the fee issue. VDLT's continued support of and interest in the industry supports a finding that it is making good-faith efforts.

VDLT has incurred significant costs in its efforts to move forward to a live racing facility, and continues to expend funds and effort in that regard. VDLT's various efforts to make the construction of a facility for simulcasting followed by a facility for live racing financially viable and reasonable are the best and only reasonable good faith efforts that a reasonable and prudent racing association can make at this time. VDLT is doing everything any reasonable association in its position can do to further live racing in Texas.

Nonrenewal

The Commission may refuse to renew an inactive racetrack license if, after notice and a hearing before the State Office of Administrative Hearings, the Commission determines that:

- (1) renewal of the license is not in the best interests of the racing industry or the public; or
- (2) the license holder has failed to make a good faith effort to conduct live racing.

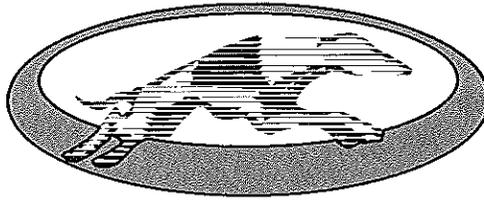
Factors supporting Nonrenewal

The Commission has established the following factors as evidence that renewal of a license is not in the best interests of the racing industry or the public:	Manor Downs	Laredo Downs	Valle de los Tesoros
the presence of any ground for denial, revocation, or suspension of a license under §6.06 or §6.0603 of the Act	N/A	N/A	N/A
forfeiture of any bond by an inactive racetrack license holder that was required by the Commission	N/A	N/A	N/A
failure by an inactive racetrack license holder to comply with any condition or order placed on the license by the Commission	N/A	N/A	N/A
failure to maintain the ownership or leasehold interest in the real property constituting the designated location	Applicable, Manor Downs does not maintain an ownership or leasehold interest in the designated property.	Applicable, Laredo Downs does not maintain an ownership or leasehold interest in the designated property.	N/A
any factor identified in §6.04(a) of the Act	N/A	N/A	N/A

If you have any questions, please let me or general counsel Devon Bijansky know. Representatives of each inactive racetrack license holder will be present at the Commission meeting to answer your questions.

VI. PROCEEDINGS ON RACETRACKS

C. Discussion and possible action to allocate live race dates for greyhound racetracks under 16 TAC §303.41 for the period beginning December 1, 2018, and ending August 31, 2020



■ GULF GREYHOUND PARK ■
TM

September 14, 2018

Mr. Joel Speight
Deputy Executive Director
Texas Racing Commission
P. O. Box 12080
Austin, TX 78711-2080

Via E-mail and US Mail

Re: 2018-2019 Gulf Greyhound Park Live Race Date Request

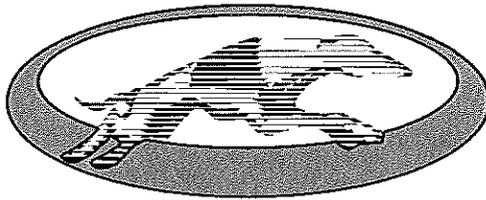
Dear Mr. Speight:

Please find attached a revised race date request. These revisions are made to remove any confusion regarding Gulf Greyhound Park's request to run a meet in 2018-2019.

Respectfully,

Sally B. Briggs
General Manager

C: William Moltz
Eric Wilson
Gulf Coast Racing
Valley Greyhound Park
Texas Greyhound Association



■ GULF GREYHOUND PARK ■

September 7, 2018

Mr. Joel Speight
Deputy Executive Director
Texas Racing Commission
P. O. Box 12080
Austin, TX 78711-2080

Via E-mail and US Mail

Re: 2018-2019 Gulf Greyhound Park Live Race Date Request

Dear Mr. Speight:

As per your letter dated August 16, 2018 requesting live race dates for the period December 1, 2018 through August 31, 2020, please find enclosed Request for Performances for the Gulf Greyhound Park as discussed at the Texas Racing Commission Meeting on August 14.

If you have questions, please do not hesitate to contact me.

Respectfully,

Sally B. Briggs
General Manager

C: William Moltz
Eric Wilson
Greg LaMantia
Gulf Coast Racing
Valley Greyhound Park
Texas Greyhound Association

**TEXAS RACING COMMISSION
REQUEST FOR PERFORMANCES
GREYHOUND RACETRACKS**

December 1, 2018 – December 31, 2019

INSTRUCTIONS: Print or type the information requested in each section and attach all required documents and additional sheets if necessary. The Commission will not consider an incomplete request. The request must be filed at the Commission's Austin office no later than 5:00 p.m. on September 14, 2018.

I. Schedule Requested

Name of Racetrack: Gulf Greyhound Park

Opening Day: 12/26/2018

Closing Day: 2/23/2019

Number of Performances per week 4

Projected Number of Races per Performance 10

TOTAL NUMBER OF PERFORMANCES REQUESTED 36

II. Charity Days

A greyhound association shall conduct at least five charity race days each year. The association shall pay to the charity at least 2% of the total pari-mutuel handle generated at the racetrack on the charity race day. At least one of the charity days must be conducted for a charity that directly benefits the persons who work in the stable or kennel area of the racetrack. At least one of the charity days must be conducted for a charity that primarily benefits research into the health or safety of race animals.

Indicate which days are designated as charity days:

Day 1: January 9, 2019

Day 2: January 23, 2019

Day 3: February 3, 2019

Day 4: February 13, 2019

Day 5: February 20, 2019

Identify the charities:

REQUIRED BY RULE

(1) A charity that directly benefits the persons who work on the backside:

Day 1 Charity: Texas Greyhound Association
(Name of Charity)

(2) A charity that primarily benefits research into the health or safety of race animals:

Day 2 Charity: Texas A&M University Scholarship Fund
(Name of Charity)

ADDITIONAL CHARITIES

Day 3 Charity: South Texas Academic Rising Scholars (STARS)
(Name of Charity)

Day 4 Charity: Charlies' Place
(Name of Charity)

Day 5 Charity: South Texas Rising Scholars (STARS)
(Name of Charity)

For each charity listed, attach the following information:

- 1. The name of the charity;**
- 2. the name and address of each individual who serves as an officer or director of the charity or who owns an interest in the charity of 5.0% or more;**
- 3. a brief description of the activities or purposes of the charity; and**
- 4. a copy of an Internal Revenue Service letter of determination that qualifies the charity as an exempt organization for purposes of federal income tax.**

III. Dates Requested

Indicate on the attached calendar each live race performance requested with an

“M” denoting a Matinee performance

“E” denoting an Evening performance

Include standard post time for each performance in space provided on calendar. Any exceptions, such as holidays, should be noted.

V. Coordination of Request

To facilitate the Commission's consideration of each association's request, please indicate below the association's coordination efforts and the letters of support as appropriate.

<u>Racetrack</u>	<u>Affected?</u>		<u>Letter of Support Attached?</u>		
	<u>Yes</u>	<u>No</u>	<u>Yes</u>	<u>No</u>	<u>N/A</u>
Gulf Coast Racing	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Gulf Greyhound Park	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Valley Race Park	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>

<u>Greyhound Breed Association</u>	<u>Letter of Support Attached?</u>		
	<u>Yes</u>	<u>No</u>	<u>N/A</u>
Texas Greyhound Association	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

(Name of Racetrack)

Requested Performances for 2018

December						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
						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 Christmas	26 M - Noon	27 M - Noon	28	29 M - Noon
30 M - Noon	31					

Gulf Coast Racing
(Name of Racetrack)
Requested Live Race Dates for 2019

January						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
		1	2 M 12 PM	3 E 6 PM	4	5 E 6 PM
6 M 12 PM	7	8	9 M 12 PM	10 E 6 PM	11	12 E 6 PM
13 M 12 PM	14	15	16 M 12 PM	17 E 6 PM	18	19 E 6 PM
20 M 12 PM	21 M 12 PM MLK Day	22	23 M 12 PM	24 E 6 PM	28	26 E 6 PM
27 M 12 PM	28	29	30 M 12 PM	31 E 6 PM		

February						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
					1	2 E 6 PM
3 M 12 PM	4	5	6 M 12 PM	7 E 6 PM	8	9 E 6 PM
10 M 12 PM	11	12	13 M 12 PM	14 E 6 PM	15	16 E 6 PM
17 M 12 PM	18 Presidents' Day	19	20 M 12 PM	21 E 6 PM	22	23 E 6 PM
24	25	26	27	28		

March						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
					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						

(Name of Racetrack)

Requested Performances for 2019

January						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
		1 New Year's Day	2 E - 7 PM	3 E - 7 PM	4	5 E - 7 PM
6 M - Noon	7	8	9 E - 7 PM	10 E - 7 PM	11	12 E - 7 PM
13 M - Noon	14	15	16 E - 7 PM	17 E - 7 PM	18	19 E - 7 PM
20 M - Noon	21 M - Noon Martin Luther King Jr. Day	22	23 E - 7 PM	24 E - 7 PM	25	26 E - 7 PM
27 M - Noon	28	29	30 E - 7 PM	31 E - 7 PM		

February						
Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
					1	2 E - 7 PM
3 M - Noon	4	5	6 E - 7 PM	7 E - 7 PM	8	9 E - 7 PM
10 M - Noon	11	12	13 E - 7 PM	14 E - 7 PM Valentine's Day	15	16 E - 7 PM
17 M - Noon	18 President's Day	19	20 E - 7 PM	21 E - 7 PM	22	23 E - 7 PM
24	25	26	27	28		



texas greyhound association

August 29, 2018

Chuck Trout
Texas Racing Commission
PO Box 12080
Austin, TX 78711

Dear Mr. Trout,

As previously stated in a letter dated August 2, 2018, the Texas Greyhound Association (TGA) understands that Gulf Coast Racing (GCR) will not be running the dates previously requested and approved for the 36-day 2018-2019 meet. The TGA also understands that Gulf Greyhound Park (GGP) would be willing to run this 36-day meet in place of GCR. The TGA is in support of GGP running the GCR meet at GGP.

Thank you,

David Peck
President

Cc: TGA Board of Directors
Eric Wilson - GGP
Sally Briggs - GGP
Joel Spelght - TxRC

Cell: (254) 592-3813 * Alternate: (254) 968-0487
Email: drpeck5@embarqmail.com Website: www.tgagreyhounds.com



September 14, 2018

Via Email and U. S. Mail

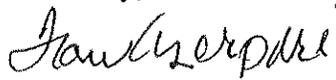
Mr. Joel Speight
Deputy Executive Director
Texas Racing Commission
P.O. Box 12080
Austin, Texas 78711-2080

RE: Gulf Greyhound Live Date Request

The purpose of this letter is to convey the support of Gulf Coast Racing for the request recently submitted by Gulf Greyhound for the race days necessary for Gulf Greyhound to conduct the meet previously scheduled to be conducted by Gulf Coast Racing and generally referred to as the "Gulf Coast Racing Meet". Gulf Coast Racing will be unable to conduct this meet. As an accommodation to the greyhound racing industry and Gulf Coast Racing, Gulf Greyhound has agreed to conduct that 36-day meet in lieu of Gulf Coast Racing. Gulf Coast Racing is confident Gulf Greyhound will conduct a quality meet and supports Gulf Greyhound's request.

Thank you for your consideration.

Sincerely,


Tommy Azopardi

2018 Granted and Requested Greyhound Race Dates as of September 14, 2018

Gulf Coast Racing
Gulf Greyhound Park
Valley Race Park

January																														
M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W
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
		M	E			E	M			M	E			E	M	M		M	E			E	M			M	E			M

February																											
T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W
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
	E		E	M			M	E			E	M			M	E			E	M	M		M	E			E

March																														
T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
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

Gulf Coast Racing
Gulf Greyhound Park

April																													
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M
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																														
T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T
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

June																													
F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S
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

Gulf Coast Racing
Gulf Greyhound Park
Valley Race Park

July																														
S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T
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

August																														
W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F
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																														
S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	
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	

Gulf Coast Racing
Gulf Greyhound Park
Valley Race Park

October																														
M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	31

November																														
T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30	

December																														
S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M	T	W	T	F	S	S	M
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

VI. PROCEEDINGS ON RACETRACKS

- D. Discussion and possible action to reallocate interstate cross-species purse money under Commission Rule 303.102(d) for the period from February 26, 2018, through February 23, 2019
- E. Discussion and possible action to allocate interstate cross-species purse money under Commission Rule 303.102(d) for the period from February 24, 2019, through February 26, 2020

Curley L. Trahan

From: Curley L. Trahan
Sent: Tuesday, September 18, 2018 9:32 AM
To: Lois Orta (Interim Executive Director TGA)
Cc: Chuck Trout; Joel Speight; Devon Bijansky
Subject: Re-Allocation of 2018/2019 TGA Escrow Purse Funds
Attachments: TxRC-Request2018TGA_EscrowPurseReAllocation.pdf

Ms. Orta, please see the attached letter regarding the re-allocation of 2018/2019 TGA Escrow Purse funds. Because of the pending change of the live race meet from Gulf Coast Racing to Gulf Greyhound Park, the Commission will need to re-allocate the funds previous allocated to Gulf Coast Racing. We received the TGA's letter in support of the change of venue but we also seek a letter from the TGA approving the re-allocation of funds to Gulf Greyhound Park.

If you have any questions, please do not hesitate to let me know.

Thank you.

--

Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission

PO Box 12080

Austin, TX 78711-2080

Main Office: 512.833.6699

Main Fax: 512.833.6907

Direct Office: 512.490.4027

Email: curley.trahan@txrc.texas.gov





TEXAS RACING COMMISSION

Mailing Address: PO Box 12080, Austin, TX 78711-2080

Phone: 512.833.6699

Facsimile: 512.833.6907

www.txrc.texas.gov

September 18, 2018

Lois Orta
Interim Executive Director
Texas Greyhound Association
PO Box 40
Lorena, TX 76655-0040

Dear Ms. Orta:

As you are aware, the previously approved live race meet scheduled to begin in December 2018 for Gulf Coast Racing will not be taking place. The Texas Racing Commission has received a race date request from Gulf Greyhound Park to run those dates instead. This race date request will be taken up for consideration at the next Commission meeting tentatively scheduled for October 9, 2018. The change of venue for the live race meet beginning December 26, 2018, will also necessitate a change to the previously approved TGA Escrow Purse allocation.

Commission rule §303.102(d)(2) requires the Executive Director to establish a deadline by which the proposed allocation for distribution of purse money earned from cross-species simulcasting is to be submitted. Pursuant to his authority, Executive Director Chuck Trout has established a deadline of September 26, 2018, for filing the proposed allocation of the TGA cross-species purse money collected for the period of February 26, 2018, through February 23, 2019. This time period covers the proposed 2018/2019 race dates for Gulf Greyhound Park. The proposed allocation will be added to the next Commission meeting agenda, tentatively scheduled for October 9, 2018, for consideration and approval.

Respectfully,

Curley L. Trahan
Director of Pari-Mutuels

cc: Chuck Trout, Executive Director
Joel Speight, Deputy Executive Director
Devon Bijansky, Legal Counsel



texas greyhound association

August 2, 2018

Chuck Trout
Texas Racing Commission
PO Box 12080
Austin, TX 78711

Dear Mr. Trout,

The Texas Greyhound Association (TGA) understands that Gulf Coast Racing (GCR) will not be running the dates previously requested and approved for the 36-day 2018-2019 meet. The TGA also understands that Gulf Greyhound Park (GGP) would be willing to run this meet in place of GCR. The TGA is in full support of GGP running the GCR meet at GGP.

The TGA respectfully requests that GGP consider our active breeders, who are presently raising dogs in Texas, a kennel should they apply. We would also request that GGP work with the TGA to improve track safety and we will assist in any way possible to have the safest track for this meet.

Effective, Wednesday; December 26, 2018, the TGA requests that the escrowed interstate cross-species simulcast monies received under Texas Racing Act Sec 6.091(d)(2), after allowable TGA administrative expenses, be allocated only to GGP through Saturday; February 23, 2019.

The schedule for the payout will be as follows; approximately 30 days before GGP's meet, on or before November 26, 2018, the TGA will transfer, to date, all escrowed funds in the Cross-Species account to GGP's purse account. On or before the first day of racing, the TGA will transfer the remaining escrowed funds to GGP's purse account. We will then begin making weekly Cross-Species payments, upon the start of live racing.

Thank you,

David Peck
President

Cc: TGA Board of Directors
Eric Wilson - GGP
Sally Briggs - GGP
Joel Speight - TxRC

Cell: (254) 592-3813 * Alternate: (254) 968-0487
Email: drpeck5@embargmail.com Website: www.tgagreyhounds.com

Curley L. Trahan

From: Curley L. Trahan
Sent: Tuesday, September 18, 2018 9:11 AM
To: Lois Orta (Interim Executive Director TGA)
Cc: Chuck Trout; Joel Speight; Devon Bijansky
Subject: 2019/2020 TGA Escrow Purse Allocation
Attachments: TxRC-Request2019TGA_EscrowPurse.pdf

Ms. Orta, please see the attached letter regarding the allocation of 2019/2020 TGA Escrow Purse funds. This will be an allocation for the period beginning after the proposed Gulf Greyhound Park meet, which ends in February 2019, and going through the approved Valley Race Park meet ending in February 2020.

Please do not hesitate to let me know if you have any questions.

Thank you.

--

Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission

PO Box 12080

Austin, TX 78711-2080

Main Office: 512.833.6699

Main Fax: 512.833.6907

Direct Office: 512.490.4027

Email: curley.trahan@txrc.texas.gov





TEXAS RACING COMMISSION

Mailing Address: PO Box 12080, Austin, TX 78711-2080
Phone: 512.833.6699 Facsimile: 512.833.6907
www.txrc.texas.gov

September 18, 2018

Lois Orta
Interim Executive Director
Texas Greyhound Association
PO Box 40
Lorena, TX 76655-0040

Dear Ms. Orta:

Commission rule §303.102(d)(2) requires the Executive Director to establish a deadline by which the proposed allocation for distribution of purse money earned from cross-species simulcasting is to be submitted. Pursuant to his authority, Executive Director Chuck Trout has established a deadline of September 26, 2018, for filing the proposed allocation of the TGA cross-species purse money collected for the period of February 24, 2019, through February 26, 2020. This time period covers the approved 2019/2020 race dates for Valley Race Park. The proposed allocation will be added to the next Commission meeting agenda, tentatively scheduled for October 9, 2018, for consideration and approval.

Respectfully,

Curley L. Trahan
Director of Pari-Mutuels

cc: Chuck Trout, Executive Director
Joel Speight, Deputy Executive Director
Devon Bijansky, Legal Counsel



texas greyhound association

September 26, 2018

Via email: chuck.trout@txrc.state.tx.us

Chuck Trout
Executive Director
Texas Racing Commission
PO Box 12080
Austin, TX 78711

Dear Mr. Trout,

The Texas Greyhound Association ("TGA") respectfully requests to be placed on the agenda for the October 9, 2018 Texas Racing Commission meeting, for its consideration and approval of the 2019/2020 TGA Cross-Species allocation under TxRC Rule Section 303.102 (d)(2).

Effective, Friday; February 24, 2019, the TGA requests that the escrowed interstate cross-species simulcast monies received under Texas Racing Act Sec 6.091(d)(2), after allowable TGA administrative expenses, be allocated only to Valley Race Park purses through February 26, 2020.

Thank you for your consideration.

Sincerely,

Lois Orta
Interim Executive Director

Cc: TGA Board of Directors
Andrea Young - SHRP

VI. PROCEEDINGS ON RACETRACKS

- F. Discussion and possible action to allocate funds for the Texas-bred incentive program as provided under Commission Rule 321.505(b)

Curley L. Trahan

From: Curley L. Trahan
Sent: Friday, August 31, 2018 3:44 PM
To: Ed Wilson (President TABA); Lex Smurthwaite - TPHBA Executive Secretary; Rob Werstler (TQHA); Mary Ruyle (Executive Director TTA)
Cc: Chuck Trout; Joel Speight; Devon Bijansky
Subject: 2019 ATB Program Breed Split Recommendations
Attachments: TxRC-Request2019BreedSplitsATB.pdf

To: Ed Wilson, Texas Arabian Breeders' Association
Lex Smurthwaite, Texas Paint Horse Breeders Association
Rob Werstler, Texas Quarter Horse Association
Mary Ruyle, Texas Thoroughbred Association

Please see the attached letter regarding the request for recommended 2019 Breed Split Allocations for the Accredited Texas Bred program funds. The due date for the submittal is Wednesday, September 26, 2018. If you have any questions, please do not hesitate to let me know.

Thank you.

--

Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission

PO Box 12080

Austin, TX 78711-2080

Main Office: 512.833.6699

Main Fax: 512.833.6907

Direct Office: 512.490.4027

Email: curley.trahan@txrc.texas.gov





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Facsimile: 512.833.6907

www.txrc.texas.gov

August 31, 2018

Ed Wilson, President
Texas Arabian Breeders' Association
PO Box 215
Forney, TX 75126

Lex Smurthwaite, Director of Racing
Texas Paint Horse Breeders Association
PO Box 163794
Fort Worth, TX 76161

Rob Werstler, Director of Racing
Texas Quarter Horse Association
706 W. 11th Street, Suite D
Elgin, TX 78621

Mary Ruyle, Executive Director
Texas Thoroughbred Association
192 Cimarron Park Loop, Suite A
Buda, TX 78610

RE: 2019 Breed Splits for Accredited Texas Bred Program Funds

Breed Association Representatives:

Please be advised that the Commission will take up the Accredited Texas Bred program fund breed split allocations for 2019 at the Commission meeting tentatively scheduled for October 9, 2018.

Under §321.505(b) of the Texas Rules of Racing, the Commission shall determine the percentages by which Texas Bred Incentive Program funds generated from simulcasting are divided among the various breeds of horses. Each officially recognized breed registry is afforded the opportunity to present information in writing regarding the criteria listed in paragraph §321.505(b)(2). Alternatively, the Commission may approve an agreement that is signed by all of the official breed organizations and delineates the percentages by which the Texas Bred Incentive Program funds generated from simulcasting are divided among the various breeds of horses.

Please provide either written information you would like the Commission to consider or a signed agreement to the attention of Curley Trahan, Director of Pari-Mutuels, by Wednesday, September 26, 2018.

Sincerely,

Joel Speight
Deputy Executive Director

cc: Chuck Trout, Executive Director
Devon Bijansky, General Counsel
Curley L. Trahan, Director of Pari-Mutuels

Industry Agreement Summary

ATB Program Funds – Rule 321.505(b)

ATB Program	Gillespie	Lone Star	Retama	Sam Houston
Arabian	2.00%	2.00%	2.00%	2.00%
Paint	1.00%	1.00%	1.00%	1.00%
Quarter Horse	64.67%	32.33%	32.33%	32.33%
Thoroughbred	32.33%	64.67%	64.67%	64.67%

2019 Breed Splits Texas-Bred Incentive Program

Industry Agreement

**AGREEMENT BETWEEN
TEXAS ARABIAN BREEDERS ASSOCIATION, TEXAS PAINT HORSE
BREEDERS ASSOCIATION, TEXAS QUARTER HORSE ASSOCIATION AND
TEXAS THOROUGHBRED ASSOCIATION**

In an effort to achieve a fair and equitable share of revenue available to the Texas state-bred incentive program for owners and breeders, the following Agreement is made by and between Texas Arabian Breeders Association (TABA), Texas Paint Horse Breeders Association (TPHBA), Texas Quarter Horse Association (TQHA) and Texas Thoroughbred Association (TTA).

As previously allocated for calendar years 2011 – 2018, it is agreed that funds generated at licensed Texas horse tracks for the Accredited Texas-Bred Incentive Program shall be allocated to the respective breeds as follows.

At Class 1 tracks (Lone Star Park, Retama Park and Sam Houston Race Park), the funds shall be allocated 66.67% to Thoroughbreds and 33.33% to Quarter Horses after a 2% deduction off the top for Arabians and a 1% deduction off the top for Paint Horses.

At Gillespie County Fair Grounds, the funds shall be allocated 33.33% to Thoroughbreds and 66.67% to Quarter Horses after a 2% deduction off the top for Arabians and a 1% deduction off the top for Paint Horses.

This agreement shall be in effect for calendar year 2019.

The foregoing is acknowledged and agreed to on this 24 day of Sept 2018.



Texas Arabian Breeders Association

Texas Paint Horse Breeders Association

Texas Quarter Horse Association

Texas Thoroughbred Association

AGREEMENT BETWEEN
TEXAS ARABIAN BREEDERS ASSOCIATION, TEXAS PAINT HORSE
BREEDERS ASSOCIATION, TEXAS QUARTER HORSE ASSOCIATION AND
TEXAS THOROUGHBRED ASSOCIATION

In an effort to achieve a fair and equitable share of revenue available to the Texas state-bred incentive program for owners and breeders, the following Agreement is made by and between Texas Arabian Breeders Association (TABA), Texas Paint Horse Breeders Association (TPHBA), Texas Quarter Horse Association (TQHA) and Texas Thoroughbred Association (TTA).

As previously allocated for calendar years 2011 – 2018, it is agreed that funds generated at licensed Texas horse tracks for the Accredited Texas-Bred Incentive Program shall be allocated to the respective breeds as follows:

At Class 1 tracks (Lone Star Park, Retama Park and Sam Houston Race Park), the funds shall be allocated 66.67% to Thoroughbreds and 33.33% to Quarter Horses after a 2% deduction off the top for Arabians and a 1% deduction off the top for Paint Horses.

At Gillespie County Fair Grounds, the funds shall be allocated 33.33% to Thoroughbreds and 66.67% to Quarter Horses after a 2% deduction off the top for Arabians and a 1% deduction off the top for Paint Horses.

This agreement shall be in effect for calendar year 2019.

The foregoing is acknowledged and agreed to on this 20 day of September 2018.

Texas Arabian Breeders Association



Texas Paint Horse Breeders Association

Texas Quarter Horse Association

Texas Thoroughbred Association

AGREEMENT BETWEEN
TEXAS ARABIAN BREEDERS ASSOCIATION, TEXAS PAINT HORSE
BREEDERS ASSOCIATION, TEXAS QUARTER HORSE ASSOCIATION AND
TEXAS THOROUGHBRED ASSOCIATION

In an effort to achieve a fair and equitable share of revenue available to the Texas state-bred incentive program for owners and breeders, the following Agreement is made by and between Texas Arabian Breeders Association (TABA), Texas Paint Horse Breeders Association (TPHBA), Texas Quarter Horse Association (TQHA) and Texas Thoroughbred Association (TTA).

As previously allocated for calendar years 2011 – 2018, it is agreed that funds generated at licensed Texas horse tracks for the Accredited Texas-Bred Incentive Program shall be allocated to the respective breeds as follows:

At Class 1 tracks (Lone Star Park, Retama Park and Sam Houston Race Park), the funds shall be allocated 66.67% to Thoroughbreds and 33.33% to Quarter Horses after a 2% deduction off the top for Arabians and a 1% deduction off the top for Paint Horses.

At Gillespie County Fair Grounds, the funds shall be allocated 33.33% to Thoroughbreds and 66.67% to Quarter Horses after a 2% deduction off the top for Arabians and a 1% deduction off the top for Paint Horses.

This agreement shall be in effect for calendar year 2019.

The foregoing is acknowledged and agreed to on this 14 day of September 2018.

Texas Arabian Breeders Association

Texas Paint Horse Breeders Association

Roscoe W. Winters
Texas Quarter Horse Association

Mary Kingle
Texas Thoroughbred Association

VI. PROCEEDINGS ON RACETRACKS

- G. Discussion and possible action to allocate purses as provided under Commission Rule 321.505(a)
- H. Discussion and possible action on distribution of funds in the escrowed purse account among the various breeds of horses under Commission Rule 321.509

Curley L. Trahan

From: Curley L. Trahan
Sent: Friday, August 31, 2018 3:49 PM
To: Pam (GCF Office Manager); Scott Wells (LSP President & Gen. Mgr.); William Belcher (Vp & Gen. Mgr. Retama Park); Dwight Berube (Vice President & General Manager - SHRP, VGP, MAN)
Cc: Chuck Trout; Joel Speight; Devon Bijansky
Subject: 2019 Purse Funds Breed Split Recommendations
Attachments: TxRC-Request2019BreedSplitsPurses.pdf

To: Scott Staudt, Gillespie County Fair & Festival Association
Scott Wells, Lone Star Park
William Belcher, Retama Park
Dwight Berube, Sam Houston Race Park

Please see the attached letter regarding the request for recommended 2019 Breed Split Allocations for both the simulcast purse funds and the escrowed purse account funds. The due date for the submittal is Wednesday, September 26, 2018. If you have any questions, please do not hesitate to let me know.

Thank you.

--

Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission

PO Box 12080

Austin, TX 78711-2080

Main Office: 512.833.6699

Main Fax: 512.833.6907

Direct Office: 512.490.4027

Email: curley.trahan@txrc.texas.gov





TEXAS RACING COMMISSION

Mailing Address: PO Box 12080, Austin, TX 78711-2080

Phone: 512.833.6699

Facsimile: 512.833.6907

www.txrc.texas.gov

August 31, 2018

Scott Staudt, General Manager
Gillespie County Fair and Festivals Assn.
P.O. Box 523
Fredericksburg, TX 78624

William Belcher, Vice President & General Manager
Retama Park
One Retama Parkway
Selma, TX 78265

Scott Wells, President & General Manager
Lone Star Park
1000 Lone Star Parkway
Grand Prairie, TX 75050

Dwight Berube, General Manager
Sam Houston Race Park
7575 N. Sam Houston Park Way W.
Houston, TX 77064

Sent via email

Re: 2019 Allocation of Purses and Distribution of Escrowed Purse Account

Dear General Managers:

The Commission is preparing to allocate purses under Rule 321.505(a) and funds within the escrow purse account under Rule 321.509 at the meeting tentatively scheduled for October 9, 2018. Commission staff must receive the proposed division of purses and funds from each Class 1 association and from Gillespie County Fair and Festivals Association in time to prepare for that meeting.

Rule 321.505(a) requires that, when requesting approval of its proposed division of purses, each association shall present in writing studies, statistics, or other documentation supporting the association's application of the Rule 321.505(a)(4) criteria to its proposal. These criteria are:

- (A) local public interest in each breed as demonstrated by, but not limited to, the following factors:
 - (i) live handle by breed;
 - (ii) simulcast import handle by breed;
 - (iii) live attendance at the racetracks; and
 - (iv) sales and market survey information.
- (B) earnings generated by the association from each breed;
- (C) national public interest in each breed as determined by the live simulcast export handle of each Texas meet;
- (D) racetrack race date request and opportunities given to each breed; and
- (E) availability of and ability to attract competitive horses.

In lieu of the studies, statistics, or other documentation described above, an association may submit a signed agreement between the association and the organizations recognized by the Commission or in the Act as representatives of horse owners, trainers and/or breeders. For the Commission to approve the agreement, the agreement must:

- (A) delineate the percentages by which the association will divide the purse revenue generated from simulcasting among the various breeds of horses; and
- (B) be signed by the association and all of the organizations recognized by the Commission or in the Act as representatives of horse owners, trainers and/or breeders.

Rule 321.509 requires that, when requesting approval of its proposed division of escrowed purse account revenue, each association shall present in writing studies, statistics, or other documentation supporting the association's application of the Rule 321.509(c) criteria to its proposal. These criteria are:

- (A) local public interest in each breed as demonstrated by, but not limited to, the following factors:
 - (i) simulcast import handle by breed;
 - (ii) live handle by breed; and
 - (iii) live attendance.
- (B) earnings generated by the association from each breed;
- (C) racetrack race date request and opportunities given to each breed;
- (D) statewide need by breed; and
- (E) national public interest in each breed as determined by the live simulcast export handle of each Texas meet.

In lieu of the studies, statistics, or other documentation described above, an association may submit a signed agreement between the association the organizations recognized by the Commission or in the Act as representatives of horse owners, trainers and/or breeders. For the Commission to approve the agreement, the agreement must:

- (A) delineate the percentages by which the escrowed purse account revenue received by the association will be divided amongst the various breeds of horses; and
- (B) be signed by all organizations recognized by the Commission or in the Act as representatives of horse owners, trainers and/or breeders.

Please submit the above described documents no later than the close of business on Wednesday, September 26, 2018, to the attention of Curley Trahan, Director of Pari-Mutuels. If you would like to review the materials submitted last year, please see the Commission's meeting packet for December 20, 2017, at: <http://www.txrc.texas.gov/agency/meetings/packets/p20171220.pdf>.

If you have any questions, please call me at (512) 833-6699.

Sincerely,


Joel Speight
Deputy Executive Director

cc: Chuck Trout, Executive Director
Devon Bijansky, Legal Counsel
Curley L. Trahan, Director of Pari-Mutuels

Association Recommended Allocation of 2019 Simulcast Purse Funds

Association Name: _____

Rule §321.505 (a) (1) stipulates that an association shall recommend the percentages by which it will divide the purse revenue generated from simulcasting among the various breeds of horses. The recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	
Paint Horse	
Quarter Horse	
Thoroughbred	

Rule §321.505 (a) (2) stipulates that at least 30 days before recommending the percentages, the association shall begin negotiations with the organizations recognized by the Commission or in the ACT as representatives of horse owners, trainers, and/or breeders. Indicate in the box below, what recognized organizations the association negotiated with prior to filing the recommended allocation percentages above.

Negotiations Conducted	
<input type="checkbox"/> Texas Arabian Breeders' Association <input type="checkbox"/> Texas Thoroughbred Association <input type="checkbox"/> Texas Horsemen's Partnership	<input type="checkbox"/> Texas Paint Horse Breeders Association <input type="checkbox"/> Texas Quarter Horse Association

Prepared by: _____ Date: _____

Association Request for 2019 Escrowed Purse Account Distribution

Association Name: _____

Rule §321.509 (a) stipulates at least once a year, the Commission shall distribute all funds accrued in the escrowed purse account created by the Act, §6.091(e). An association shall request to the Commission for a distribution from the escrowed purse account.

Type of Distribution Requested <i>(select one)</i>	Percentage Requested
<input type="checkbox"/> Monthly	
<input type="checkbox"/> Annual	

Rule §321.509 (a) stipulates that an association when requesting for distribution from the escrowed purse account shall also recommend the percentages by which it will divide the escrowed purse account revenue among the various breeds of horses.

Rule §321.509 (c) stipulates that the recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	
Paint Horse	
Quarter Horse	
Thoroughbred	

Prepared by: _____ Date: _____

Racetracks' Requests Summary

Simulcast Purses – Rule 321.505(a)

Simulcast Purses	Gillespie	Lone Star	Retama*	Sam Houston
Arabian	0%	0.8125%	1.50%	1.40%
Paint	1.50%	0.4375%	0.50%	0.60%
Quarter Horse	68.95%	18.2875%	23.52%	21.56%
Thoroughbred	29.55%	80.4625%	74.48%	76.44%

*Retama Park further splits its purse as follows (after deduction for Minor Breeds):

01/01/19 - 07/31/19: 67% Thoroughbred & 33% Quarter Horse

08/01/19 - 12/31/19: 91% Thoroughbred & 9% Quarter Horse

Escrow Purses – Rule 321.509

Escrow Purses	Gillespie	Lone Star	Retama	Sam Houston
	1.60%	24.65%	32.45%	41.30%
Arabian	3.50%	3.50%	3.50%	3.50%
Paint Horse	3.50%	3.50%	3.50%	3.50%
Quarter Horse	72.075%	72.075%	72.075%	72.075%
Thoroughbred	20.925%	20.925%	20.925%	20.925%

2019 Breed Splits Simulcast Purse & Escrow Horse Purse

Requests by:
Gillespie County Fair

Curley L. Trahan

From: Pam Gage
Sent: Tuesday, September 25, 2018 12:21 PM
To: Curley L. Trahan
Subject: Re: 2019 Purse Funds Breed Split Recommendations
Attachments: 2019 Simulcast Purse and Escrowed Purse.doc; Approval-Paint Horse Breeders.pdf; Approval-THP.pdf; Approval-TQHA.pdf; Re_ % Approvals-TABA.eml; RE_ % Approvals-TTA.eml; TxRC Breed Splits Submission 9-26-18.pdf

Hi Curley-
Here are our %'s with approvals from breeds and THP...

Thanks!
Pam
GCCFA
830-997-2359

From: Curley L. Trahan
Sent: Monday, September 24, 2018 9:22 AM
To: Pam (GCF Office Manager) ; Scott Wells (LSP President & Gen. Mgr.) ; William Belcher (Vp & Gen. Mgr. Retama Park) ; Dwight Berube (Vice President & General Manager - SHRP, VGP, MAN)
Cc: Joel Speight
Subject: RE: 2019 Purse Funds Breed Split Recommendations

Good morning everyone.

I just wanted to send a brief reminder that the proposed allocations/requests for the 2019 breed splits are due by Wednesday, September 26, 2018. The Commission is scheduled to take up the breed splits for calendar year 2019 at the next meeting set for Tuesday, October 9, 2018. These splits cover both the simulcast purses and the escrow horse purses at each of the race tracks. You should also submit, along with your requests, supporting documentation for your specific requests and any approval or non-approval letters from the breed registries and THP. Section 321.505(a) sets out the required documentation for the simulcast purse requests. In lieu of the required documentation, the associations may submit a signed agreement with the breed registries if all parties are in agreement. Section 321.509 sets out, similarly, the requirements for the escrow purse requests. Here too, in lieu of the documentation, the associations may submit an agreement if all parties have signed onto that agreement.

Please do not hesitate to let me know if you have any questions.

Thank you.

--
Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission
PO Box 12080
Austin, TX 78711-2080
Main Office: 512.833.6699

Main Fax: 512.833.6907
Direct Office: 512.490.4027
Email: curley.trahan@txrc.texas.gov



From: Curley L. Trahan
Sent: Friday, August 31, 2018 3:49 PM
To: Pam (GCF Office Manager) Scott Wells (LSP President & Gen. Mgr.)
William Belcher (Vp & Gen. Mgr. Retama Park)
Dwight Berube (Vice President & General Manager - SHRP, VGP, MAN)
Cc: Chuck Trout <chuck.trout@txrc.texas.gov>; Joel Speight <joel.speight@txrc.texas.gov>; Devon Bijansky <devon.bijansky@txrc.texas.gov>
Subject: 2019 Purse Funds Breed Split Recommendations

To: Scott Staudt, Gillespie County Fair & Festival Association
Scott Wells, Lone Star Park
William Belcher, Retama Park
Dwight Berube, Sam Houston Race Park

Please see the attached letter regarding the request for recommended 2019 Breed Split Allocations for both the simulcast purse funds and the escrowed purse account funds. The due date for the submittal is Wednesday, September 26, 2018. If you have any questions, please do not hesitate to let me know.

Thank you.

—
Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission
PO Box 12080
Austin, TX 78711-2080
Main Office: 512.833.6699
Main Fax: 512.833.6907
Direct Office: 512.490.4027
Email: curley.trahan@txrc.texas.gov



Association Recommended Allocation of 2019 Simulcast Purse Funds

Association Name: Gillespie County Fair & Festivals Assn., Inc. /
Fredericksburg Downs, Inc.

Rule §321.505 (a) (1) stipulates that an association shall recommend the percentages by which it will divide the purse revenue generated from simulcasting among the various breeds of horses. The recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	0%
Paint Horse	1.5%
Quarter Horse	68.95%
Thoroughbred	29.55%

Rule §321.505 (a) (2) stipulates that at least 30 days before recommending the percentages, the association shall begin negotiations with the organizations recognized by the Commission or in the ACT as representatives of horse owners, trainers, and/or breeders. Indicate in the box below, what recognized organizations the association negotiated with prior to filing the recommended allocation percentages above.

Negotiations Conducted	
<input type="checkbox"/> Texas Arabian Breeders' Association	<input type="checkbox"/> Texas Paint Horse Breeders Association
<input type="checkbox"/> Texas Thoroughbred Association	<input type="checkbox"/> Texas Quarter Horse Association
<input type="checkbox"/> Texas Horsemen's Partnership	

Prepared by: Pam Gage/ Approval by Lee DeLong, Mutuels Mgr. Date: 9-14-18

Association Request for 2019 Escrowed Purse Account Distribution

Association Name: Gillespie County Fair & Festivals Assn., Inc. /
Fredericksburg Downs, Inc.

Rule §321.509 (a) stipulates at least once a year, the Commission shall distribute all funds accrued in the escrowed purse account created by the Act, §6.091(e). An association shall request to the Commission for a distribution from the escrowed purse account.

Type of Distribution Requested <small>(select one)</small>	Percentage Requested
<input checked="" type="radio"/> Monthly	1.6%
<input type="radio"/> Annual	

Rule §321.509 (a) stipulates that an association when requesting for distribution from the escrowed purse account shall also recommend the percentages by which it will divide the escrowed purse account revenue among the various breeds of horses.

Rule §321.509 (c) stipulates that the recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	3.5%
Paint Horse	3.5%
Quarter Horse	72.075%
Thoroughbred	20.925%

Prepared by: Pam Gage/Approval by Lee DeLong, Mutuels Mgr.

Date: 9-14-18



Gillespie County Fair & Festivals Association

September 14, 2018

Mr. Ed Wilson, Texas Arabian Breeders' Association
Mr. Lex Smurthwaite, Texas Paint Horse Breeders Association
Mr. Rob Werstler, Texas Quarter Horse Association
Ms. Mary Ruyle, Texas Thoroughbred Association
Ms. Marsha Rountree, Texas Horsemen's Association

Re: Gillespie County Fair & Festivals Association, Inc. aka Fredericksburg Downs, Inc. 2019 Escrowed Purse Account Distribution and 2019 Simulcast Purse Funds

Please see the attached Request for 2019 Escrowed Purse Account Distribution form, along with the Recommended Allocation of 2019 Simulcast Purse Funds form from the GCFFA/Fredericksburg Downs, Inc. We are requesting the same percentages that we have used in the past and feel these are fair to all Breeds. Please sign as indicated below and return via fax (830-997-4923) or email (pam@gillespiefair.com) at your earliest convenience.

Thank you for your time and please feel free to call should you have any questions or concerns.

Best Regards,

Brad Roeder
President

Approved per Ed Wilson email 9-21-18
Texas Arabian Breeders' Association

Texas Paint Horse Breeders' Association

Per the attached
Texas Quarter Horse Association

Approved per Mary Ruyle email 9-24-18
Texas Thoroughbred Association

Per the attached 9-19-18
Texas Horsemen's Partnership

PO Box 526 / 530 Fair Dr.
Fredericksburg, TX 78624

830-997-2359
www.gillespiefair.com



Gillespie County Fair & Festivals Association

September 14, 2018

Mr. Ed Wilson, Texas Arabian Breeders' Association
Mr. Lex Smurthwaite, Texas Paint Horse Breeders Association
Mr. Rob Werstler, Texas Quarter Horse Association
Ms. Mary Ruyle, Texas Thoroughbred Association
Ms. Marsha Rountree, Texas Horsemen's Association

Re: Gillespie County Fair & Festivals Association, Inc. aka Fredericksburg Downs, Inc. 2019 Escrowed Purse Account Distribution and 2019 Simulcast Purse Funds

Please see the attached Request for 2019 Escrowed Purse Account Distribution form, along with the Recommended Allocation of 2019 Simulcast Purse Funds form from the GCFFA/Fredericksburg Downs, Inc. We are requesting the same percentages that we have used in the past and feel these are fair to all Breeds. Please sign as indicated below and return via fax (830-997-4923) or email (pam@gillespiefair.com) at your earliest convenience.

Thank you for your time and please feel free to call should you have any questions or concerns.

Best Regards,

Brad Roeder
President

Texas Arabian Breeders' Association

Texas Quarter Horse Association

Texas Paint Horse Breeders' Association

Texas Thoroughbred Association

Texas Horsemen's Partnership

2019 Breed Splits Simulcast Purse & Escrow Horse Purse

Requests by:
Lone Star Park

Curley L. Trahan

From: Joel Speight
Sent: Wednesday, September 26, 2018 3:05 PM
To: Curley L. Trahan
Subject: FW: Purse Splits
Attachments: 2019BreedSplitsPursesLSP.pdf

From: Lang, Bart
Sent: Wednesday, September 26, 2018 12:44 PM
To: Joel Speight <joel.speight@txrc.texas.gov>
Cc: Ricky Walker <ricky.walker@txrc.texas.gov>
Subject: Purse Splits

Please find attached our application for 2019 breed splits. There have been no changes from 2018 and each organization has been contacted and there have been no objections.

Please let me know if you need anything else.

Thanks,

Bart



LONE STAR PARK
at Grand Prairie™

Bart Lang
Director of Racing
Lone Star Park at Grand Prairie

972-237-5046 ...office

972-237-1155 ...fax



CONFIDENTIALITY NOTICE: This email may contain confidential, privileged, and/or proprietary information and is intended only for the intended recipient(s). If you are not an intended recipient, please permanently delete this email and contact the sender. Global Gaming LSP, LLC and its subsidiaries (GGLSP) deny any responsibility for any damage arising from the use of this email. All opinions and statements made in this email are solely those of their author and are not necessarily representative of GGLSP.

Global Gaming LSP, LLC; 1000 Lone Star Parkway, Grand Prairie, TX 75050; www.lonestarpark.com



LONE STAR PARK
at Grand Prairie

*Our Mission:
Create Winning Experiences.*

September 26, 2018

Joel Speight
Deputy Executive Director
Texas Racing Commission
P.O. Box 12080
Austin, TX 78711

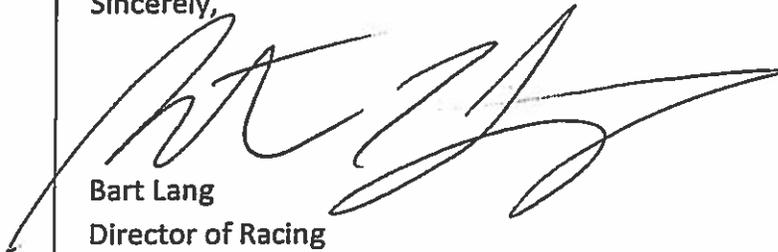
Dear Joel,

Please find attached Lone Star Park at Grand Prairie's
"Association Recommended Allocation of 2018 Simulcast Purse
Funds" and "Association Request for 2018 Escrowed Purse
Account Distribution" forms.

Please let us know if you need any further information.

Thanks for your consideration.

Sincerely,



Bart Lang
Director of Racing

Association Recommended Allocation of 2019 Simulcast Purse Funds

Association Name: Lone Star Park at Grand Prairie

Rule §321.505 (a) (1) stipulates that an association shall recommend the percentages by which it will divide the purse revenue generated from simulcasting among the various breeds of horses. The recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	.8125%
Paint Horse	.4375%
Quarter Horse	18.2875%
Thoroughbred	80.4625%

Rule §321.505 (a) (2) stipulates that at least 30 days before recommending the percentages, the association shall begin negotiations with the organizations recognized by the Commission or in the ACT as representatives of horse owners, trainers, and/or breeders. Indicate in the box below, what recognized organizations the association negotiated with prior to filing the recommended allocation percentages above.

Negotiations Conducted	
<input checked="" type="checkbox"/> Texas Arabian Breeders' Association	<input checked="" type="checkbox"/> Texas Paint Horse Breeders Association
<input checked="" type="checkbox"/> Texas Thoroughbred Association	<input checked="" type="checkbox"/> Texas Quarter Horse Association
<input checked="" type="checkbox"/> Texas Horsemen's Partnership	

Prepared by: 
Bart Lang, Director of Racing

Date: 9/26/18

Association Request for 2019 Escrowed Purse Account Distribution

Association Name: Lone Star Park at Grand Prairie

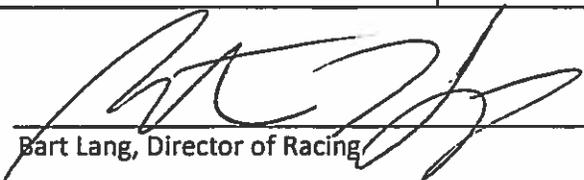
Rule §321.509 (a) stipulates at least once a year, the Commission shall distribute all funds accrued in the escrowed purse account created by the Act, §6.091(e). An association shall request to the Commission for a distribution from the escrowed purse account.

Type of Distribution Requested <i>(select one)</i>	Percentage Requested
<input checked="" type="checkbox"/> Monthly	24.65%
<input type="checkbox"/> Annual	

Rule §321.509 (a) stipulates that an association when requesting for distribution from the escrowed purse account shall also recommend the percentages by which it will divide the escrowed purse account revenue among the various breeds of horses.

Rule §321.509 (c) stipulates that the recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	3.5%
Paint Horse	3.5%
Quarter Horse	72.075%
Thoroughbred	20.925%

Prepared by: 
Bart Lang, Director of Racing

Date: 9/26/18

2019 Breed Splits Simulcast Purse & Escrow Horse Purse

Requests by:
Retama Park



September 25, 2018

Mr. Joel Speight
Deputy Executive Director Texas Racing Commission
8505 Cross Park Drive, Suite 100
Austin, TX 78754

Dear Joel,

Attached are Retama Park's 2019 requests for allocating simulcast import purse funds and the escrowed purse account among the four breeds that race in Texas; Thoroughbred, Quarter Horses, Arabians and Paints. These two requests represent no change from the 2018 allocations.

For simulcast import purse funds, we are requesting a 76/24 split (after minor breed purse money is removed). As we have done in recent years, we would like to have one set of splits in place for January through July and a second set of splits for the balance of the year. This allows Retama Park to accrue the necessary purse money for both thoroughbred and quarter horses by the meet's end in September. The breakdown for the year would be as follows:

- 67% Thoroughbred and 33% Quarter Horse for the period 1/1/2019 through 7/31/2019
- 91% Thoroughbred and 9% Quarter Horse for the period 8/1/2019 through 12/31/2019
- The above percentages are after payment of 2% to minor breeds

Included is a worksheet that shows that these percentages result in an overall 76/24 split using Retama Park import handle from September 1, 2017 through August 31, 2018.

For the escrowed purse account, we are requesting a percentage, type of distribution, and allocation to each of the four breeds as indicated on the attached form. This distribution would be constant all year. Again, this is no change from the 2018 split.

Please let me know if you have any questions.

Steven M. Ross
Director of Racing Operations
Retama Park

Association Recommended Allocation of 2019 Simulcast Purse Funds

Association Name: **Retama Park**

Rule §321.505 (a) (1) stipulates that an association shall recommend the percentages by which it will divide the purse revenue generated from simulcasting among the various breeds of horses. The recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	1.50%
Paint Horse	0.50%
Quarter Horse	23.52%
Thoroughbred	74.48%

Rule §321.505 (a) (2) stipulates that at least 30 days before recommending the percentages, the association shall begin negotiations with the organizations recognized by the Commission or in the ACT as representatives of horse owners, trainers, and/or breeders. Indicate in the box below, what recognized organizations the association negotiated with prior to filing the recommended allocation percentages above.

Negotiations Conducted	
<input checked="" type="checkbox"/> Texas Arabian Breeders' Association <input checked="" type="checkbox"/> Texas Thoroughbred Association <input checked="" type="checkbox"/> Texas Horsemen's Partnership	<input type="checkbox"/> Texas Paint Horse Breeders Association <input checked="" type="checkbox"/> Texas Quarter Horse Association

Prepared by: Steven M. Ross

Date: 9/25/2018

Association Request for 2019 Escrowed Purse Account Distribution

Association Name: Retama Park

Rule §321.509 (a) stipulates at least once a year, the Commission shall distribute all funds accrued in the escrowed purse account created by the Act, §6.091(e). An association shall request to the Commission for a distribution from the escrowed purse account.

Type of Distribution Requested <small>(select one)</small>	Percentage Requested
<input checked="" type="checkbox"/> Monthly	32.45%
<input type="checkbox"/> Annual	

Rule §321.509 (a) stipulates that an association when requesting for distribution from the escrowed purse account shall also recommend the percentages by which it will divide the escrowed purse account revenue among the various breeds of horses.

Rule §321.509 (c) stipulates that the recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	3.50%
Paint Horse	3.50%
Quarter Horse	72.075%
Thoroughbred	20.925%

Prepared by: Steven M. Ross Date: 9/25/2018

Year	MonthNum	Total Handle	Total Purse	Less 2% AR & PT	Less 4% THP	TB %	QH %	TB \$	QH \$
2017	9	\$2,838,832	\$183,088	\$172,103		91.00%	9.00%	\$156,614	\$15,489
	10	\$2,564,184	\$163,751	\$153,926		91.00%	9.00%	\$140,072	\$13,853
	11	\$2,967,835	\$183,474	\$172,465		91.00%	9.00%	\$156,943	\$15,522
	12	\$2,799,088	\$174,174	\$163,724		91.00%	9.00%	\$148,988	\$14,735
2018	1	\$2,873,253	\$175,889	\$165,336		67.00%	33.00%	\$110,775	\$54,561
	2	\$3,010,322	\$187,058	\$175,835		67.00%	33.00%	\$117,809	\$58,025
	3	\$3,424,653	\$212,698	\$199,936		67.00%	33.00%	\$133,957	\$65,979
	4	\$3,016,936	\$188,054	\$176,771		67.00%	33.00%	\$118,436	\$58,334
	5	\$4,663,041	\$287,344	\$270,103		67.00%	33.00%	\$180,969	\$89,134
	6	\$3,816,070	\$237,861	\$223,589		67.00%	33.00%	\$149,805	\$73,785
	7	\$2,875,414	\$185,329	\$174,209		67.00%	33.00%	\$116,720	\$57,489
	8	\$3,029,652	\$191,501	\$180,011		91.00%	9.00%	\$163,810	\$16,201
Grand Total		\$37,879,279	\$2,370,221	\$2,228,008				\$1,694,900	\$533,108
								76.07%	23.93%

2019 Breed Splits Simulcast Purse & Escrow Horse Purse

Requests by:
Sam Houston Race Park

Curley L. Trahan

From: Berube, Dwight
Sent: Thursday, September 27, 2018 3:14 PM
To: Curley L. Trahan
Cc: Hopf, Frank
Subject: RE: Sam Houston Race Park
Attachments: 2019 SHRP Recommended Allocation of Purse Funds.pdf

Thanks Curley, see attached.

From: Curley L. Trahan [mailto:curley.trahan@txrc.texas.gov]
Sent: Thursday, September 27, 2018 12:30 PM
To: Berube, Dwight
Cc: Hopf, Frank
Subject: RE: Sam Houston Race Park

Dwight/Frank, here are the documents in Word format. Sorry I am so late with this. If you can get this back today, it would be appreciated.

Thanks.

—
Respectfully,

Curley L. Trahan, Director of Pari-Mutuels

Texas Racing Commission

PO Box 12080

Austin, TX 78711-2080

Main Office: 512.833.6699

Main Fax: 512.833.6907

Direct Office: 512.490.4027

Email: curley.trahan@txrc.texas.gov



From: Berube, Dwight
Sent: Wednesday, September 26, 2018 4:12 PM
To: Curley L. Trahan <curley.trahan@txrc.texas.gov>
Cc: Hopf, Frank
Subject: Sam Houston Race Park

Hi Curley:

Attached is SHRP's recommended allocation of 2019 simulcast purse funds and escrowed purse account distributions.

Tomorrow, if you are able to send me this document in Word format, I can change it from the ugly hand written version attached to a nice clean typed version (same numbers of course).

Thanks
Dwight

Dwight Berube
Vice President & General Manager
Sam Houston Race Park, LLC
(281) 807-8827

This document may contain information that is privileged, confidential, and exempt from disclosure under applicable law. If you are not the intended recipient, you are on notice that any unauthorized disclosure, copying, distribution, or taking of any action in reliance on the contents of the electronically transmitted materials is prohibited.

Association Recommended Allocation of 2019 Simulcast Purse Funds

Association Name: Sam Houston Race Park

Rule §321.505 (a) (1) stipulates that an association shall recommend the percentages by which it will divide the purse revenue generated from simulcasting among the various breeds of horses. The recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	1.40
Paint Horse	0.60
Quarter Horse	21.56
Thoroughbred	76.44

Rule §321.505 (a) (2) stipulates that at least 30 days before recommending the percentages, the association shall begin negotiations with the organizations recognized by the Commission or in the ACT as representatives of horse owners, trainers, and/or breeders. Indicate in the box below, what recognized organizations the association negotiated with prior to filing the recommended allocation percentages above.

Negotiations Conducted	
<input type="checkbox"/> Texas Arabian Breeders' Association <input checked="" type="checkbox"/> Texas Thoroughbred Association <input checked="" type="checkbox"/> Texas Horsemen's Partnership	<input checked="" type="checkbox"/> Texas Paint Horse Breeders Association <input type="checkbox"/> Texas Quarter Horse Association

Prepared by: 

Date: 9/26/18

Association Request for 2019 Escrowed Purse Account Distribution

Association Name: Sam Houston Race Park

Rule §321.509 (a) stipulates at least once a year, the Commission shall distribute all funds accrued in the escrowed purse account created by the Act, §6.091(e). An association shall request to the Commission for a distribution from the escrowed purse account.

Type of Distribution Requested <i>(select one)</i>	Percentage Requested
<input checked="" type="checkbox"/> Monthly	41.3
<input type="checkbox"/> Annual	

Rule §321.509 (a) stipulates that an association when requesting for distribution from the escrowed purse account shall also recommend the percentages by which it will divide the escrowed purse account revenue among the various breeds of horses.

Rule §321.509 (c) stipulates that the recommended percentages are subject to the approval of the Commission.

Recognized Breeds of Horses	Recommended Allocation Percentages
Arabian	3.50
Paint Horse	3.50
Quarter Horse	72.075
Thoroughbred	20.925

Prepared by: _____



Date: _____

9/26/18

2019 Breed Splits Simulcast Purse & Escrow Horse Purse

Horse Industry Organizations' Letters of Support

Curley L. Trahan

From:
Sent: Friday, September 21, 2018 12:21 PM
To: Pam Gage; Mary Ruyle; Lex Smurthwaite; Marsha Rountree
Cc: Curley L. Trahan; Lee DeLong
Subject: Re: % Approvals

Ok with Texas Arabian Association

Ed Wilson
President

----- Original Message -----

From: Pam Gage
To: Ed Wilson ; Mary Ruyle ; Lex Smurthwaite ; Marsha Rountree
Cc: L. Trahan Curley ; Lee DeLong
Sent: Friday, September 21, 2018 8:47 AM
Subject: % Approvals

Have received approval from Rob, so if I can get all others before next Wednesday, it would be greatly appreciated!

Thanks!
Pam
GCFFA
830-997-2359

From: Pam Gage
Sent: Friday, September 14, 2018 8:43 AM
To: Ed Wilson ; Mary Ruyle ; Lex Smurthwaite ; Rob Werstler ; Marsha Rountree

Good Morning-
Please see the attached, as required by TxRC, due by 9-26-18. Your prompt response is appreciated!

Regards,
Pam Gage
Gillespie County Fair & Festivals Association, Inc.
PO Box 526
Fredericksburg, TX 78624
830-997-2359
830-997-4923 (Fax)



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Curley L. Trahan

From: Steve Ross
Sent: Tuesday, September 25, 2018 12:28 PM
To: Curley L. Trahan
Subject: Fwd: Retama Park Breed Splits for 2019

----- Forwarded message -----

From:
Date: Mon, Sep 24, 2018 at 5:13 PM
Subject: Re: Retama Park Breed Splits for 2019
To: Steve Ross, Mary Ruyle, Rob Werstler, Lex Smurthwaite

I believe this is the same as 2018 for minor breeds and the Arabians are ok with this.

Ed Wilson----- Original Message -----

From: Steve Ross
To: ~~Ed Wilson ; Mary Ruyle ; Rob Werstler ; Lex Smurthwaite ; Steve Ross~~
Sent: Monday, September 24, 2018 4:49 PM
Subject: Retama Park Breed Splits for 2019

Attached are Retama Park's proposed 2019 breed splits for purse money generated from simulcast import and in the escrowed purse account. I plan to submit it as soon as I hear from everyone that they are okay with it.

The proposal is materially unchanged from last year except as noted below:

1. In 2018, 67% to TB and 33% to QH during the period 1/1/2018 through 7/31/2018. 91% to TB and 9% to QH 8/1/2018 through 12/31/2018.
2. Proposed 2019, 72% to TB and 28% to QH during the period 1/1/2019 through 8/31/2019. 85.5% to TB and 14.5% to QH 9/1/2019 through 12/31/2019.

Both result in an overall yearly split of 76/24 (after 2% for minor breeds). See attached worksheet.

This request needs to be in to the TXRC this Wednesday, September 26. If you have no objection to the proposal, I would appreciate it if you would send me an email or letter indicating your support.

Please contact me with any questions or concerns.

Thanks.

Steve



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Curley L. Trahan

From:
Sent: Friday, September 28, 2018 3:05 PM
To: Curley L. Trahan
Subject: Re: 2019 Breed Splits Purses/Escrow Purse

TABA supports the purse and escrow purse allocations at Lone Star and Sam Houston to remain the same for 2019 as in 2018.

Ed Wilson
TABA President

----- Original Message -----

From: Curley L. Trahan
To: Ed Wilson (President TABA)
Sent: Thursday, September 27, 2018 4:53 PM
Subject: 2019 Breed Splits Purses/Escrow Purse

Hello Ed.

We have not received anything showing the TABA's support/disagreement with the purse and escrow purse allocations for calendar year 2019 for Lone Star Park or Sam Houston. All percentages as proposed will remain the same as 2018. Can I get something from TABA to show either support for or disagreement with the percentages submitted by these tracks?

Thanks.

--
Respectfully,
Curley L. Trahan, Director of Pari-Mutuels
Texas Racing Commission
PO Box 12080
Austin, TX 78711-2080
Main Office: 512.833.6699
Main Fax: 512.833.6907
Direct Office: 512.490.4027
Email: curley.trahan@txrc.texas.gov



Curley L. Trahan

From: Steve Ross
Sent: Tuesday, September 25, 2018 1:21 PM
To: Curley L. Trahan
Subject: Fwd: Percentage Allocations

Get [Outlook for iOS](#)

From: Lex Smurthwaite
Sent: Tuesday, September 25, 2018 1:01:17 PM
To: Steve Ross
Subject: Percentage Allocations

Hi Steve,

I'm having trouble with my other email account. My email replies are stuck in Outbox.

✓ Anyway, the percentage allocations at Retama for Paints are the same as in the past, so we appreciate that and are good with your proposal.

Thank you,

Lex

Click [here](#) to report this email as spam



September 27, 2018

Chuck Trout
Executive Director
Texas Racing Commission
P.O. Box 12080
Austin, TX 78711-2080

Dear Chuck,

The Texas Quarter Horse Association supports the simulcast breed split proposals submitted by Lone Star Park, Retama Park, Sam Houston Race Park and GCRA.

Sincerely,

Rob Werstler
Director of Racing



September 21, 2018

Chuck Trout
Executive Director
Texas Racing commission
PO Box 12080
Austin, TX 78711

Dear Mr. Trout,

The Texas Thoroughbred Association is in agreement with the Association Recommended Allocation of 2019 Simulcast Purse Funds and the 2019 Escrowed Horse Purse Account Distribution for Gillespie County Fair, Lone Star Park, Retama Park and Sam Houston Race Park.

Please let me know if you need any further information.

Sincerely,

Mary Ruyle
Executive Director

cc: Joel Speight, TRC
Curley Trahan, TRC



T E X A S
H O R S E M E N ' S
P A R T N E R S H I P

September 19, 2018

Mr. Chuck Trout
Executive Director
Texas Racing Commission
P.O. Box 12080
Austin, TX 78711

Dear Chuck:

Texas Horsemen's Partnership agrees to the allocation of 2019 Simulcast Purse Funds and the distribution of 2019 Escrowed Purse Funds at the same percentages as were allocated for 2018.

Sam Houston Race Park, Lone Star Park, Retama Park and Gillespie County Fair Association have all indicated that they are requesting status quo and that all allocations will remain at the 2018 levels.

Please let me know if you have any questions or concerns.

Sincerely,

Marsha Rountree
Executive Director
Texas Horsemen's Partnership, LLP

Cc: Frank Hopf
Bart Lang
Steve Ross
Pam Gage

P.O. Box 142533

Austin, Texas 78714

512.467.9799

Fax 512.467.9790

VII. EXECUTIVE SESSION

The following items may be discussed and considered in executive session or open meeting, with any action taken in the open meeting:

- A. Under Texas Government Code § 551.071(1), the Commission may enter an executive session to seek the advice of its attorney regarding pending or contemplated litigation, or regarding a settlement offer.
- B. Under Texas Government Code § 551.071(2), the Commission may enter an executive session to discuss all matters identified in this agenda where the commission seeks the advice of its attorney as privileged communications under the Texas Disciplinary Rules of Professional Conduct of the State Bar of Texas. This may include, but is not limited to, legal advice regarding the Open Meetings Act, the Administrative Procedures Act, and the Texas Racing Act.

**VIII. SCHEDULING OF NEXT COMMISSION
MEETING**

IX. ADJOURN