



TEXAS RACING COMMISSION

ANNUAL REPORT OF NON-FINANCIAL DATA

FOR THE YEAR ENDED AUGUST 31, 2014

Chuck Trout
Executive Director



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

December 22, 2014

The Honorable Rick Perry, Governor
John Keel, CPA, State Auditor
John O'Brien, Director, Legislative Budget Board

Gentlemen:

We are pleased to submit the Texas Racing Commission's *Annual Report of Nonfinancial Data* for the year ended August 31, 2014, in compliance with the TEX. GOV'T CODE ANN. § 2101.0115, and in accordance with the instructions for completing the *Annual Report of Nonfinancial Data*.

The accompanying report has not been audited and is considered to be independent of the Commission's *Annual Financial Report*.

If you have any questions, please contact Lane Goetsch at (512) 490-4029 or lane.goetsch@txrc.state.tx.us.

Sincerely,

A handwritten signature in blue ink, appearing to read "C. Trout", with a long horizontal flourish extending to the right.

Chuck Trout
Executive Director

Texas Racing Commission
Annual Report of Non-financial Data
(Unaudited)

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TEXAS RACING COMMISSION (476)

APPROPRIATION ITEM TRANSFERS
For the Fiscal Year Ended August 31, 2014

ITEMS OF APPROPRIATION

	<u>Transfers In</u>	<u>Transfers Out</u>	<u>Net Transfers</u>
A. Goal: Enforce Racing Regulation			
Strategies:			
A.1.1. 13001 Regulate Racetrack Owners	\$ 0.00	\$ (49,074.59)	\$ (49,074.59)
A.2.1. 13003 Texas Bred Incentive	0.00	0.00	0.00
A.3.1. 13008 Supervise Racing Conduct	9,979.85	0.00	9,979.85
A.3.2. 13010 Monitor Licensee Activities	0.00	(20,265.11)	(20,265.11)
A.4.1. 13009 Inspect & Provide Care	0.00	0.00	0.00
A.4.2. 13011 Administer Drug Tests	<u>67,731.82</u>	<u>(34,123.31)</u>	<u>33,608.51</u>
Total Goal A	<u>77,711.67</u>	<u>(103,463.01)</u>	<u>(25,751.34)</u>
B. Goal: Regulate Participation			
Strategies:			
B.1.1. 13004 Occupational Licensing	1,363.93	0.00	1,363.93
B.1.2. 13012 Texas Online	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Goal B	<u>1,363.93</u>	<u>0.00</u>	<u>1,363.93</u>
C. Goal: Regulate Pari-Mutuel Wagering			
Strategies:			
C.1.1. 13002 Monitor Wagering	3,394.43	0.00	3,394.43
C.1.2. 13013 Wagering Compliance	<u>738.00</u>	<u>0.00</u>	<u>738.00</u>
Total Goal C	<u>4,132.43</u>	<u>0.00</u>	<u>4,132.43</u>
D. Goal: Indirect Administration			
Strategies:			
D.1.1. 13800 Central Administration	\$ 5,904.00	\$ (273.85)	\$ 5,630.15
D.1.2. 13801 Information Resources	<u>14,624.83</u>	<u>0.00</u>	<u>14,624.83</u>
Total Goal D	<u>20,528.83</u>	<u>(273.85)</u>	<u>20,254.98</u>
Net Appropriation Item Transfers	<u>\$ 103,736.86</u>	<u>\$ (103,736.86)</u>	<u>\$ 0.00</u>

There were no transfers other than benefit replacement pay, salary increase, budget reduction, or rider transfers. This reflects only current appropriation year transfers.

Unaudited

TEXAS RACING COMMISSION (476)

HUB STRATEGIC PLAN PROGRESS REPORT
For the Fiscal Year Ended August 31, 2014

(Source: Texas Government Code, Title 10, Subtitle D, Section 2161.124)

<u>Goal = Strategic Plan HUB Goal</u> <u>Actual = % Spent with HUBS from HUB Report</u>	<u>ACTUAL FOR</u> <u>FY '13</u>	<u>ACTUAL FOR</u> <u>FY '14</u>	<u>GOAL FOR</u> <u>FY '15</u>
Heavy Construction other than building contracts	n/a	n/a	11.2%
Building Construction, including general contractors and operative builders contracts	n/a	n/a	21.1%
Special Trade construction contracts	12.8%	n/a	32.7%
Professional Service Contracts	100.0%	100.0%	23.6%
Other Services Contracts	33.5%	26.2%	24.6%
Commodities Contracts	59.4%	70.4%	21.0%

Prepared By:



Printed Name:

J. Lane Goetsch

Phone Number:

(512) 490-4029

Approved:



Printed Name:

Chuck Trout

Unaudited

TEXAS RACING COMMISSION (476)

INDIRECT COSTS

For the Fiscal Year Ended August 31, 2014

A. Payroll Related Costs (excludes amounts paid from appropriated funds)

FICA Employer Matching Contribution	\$ 207,808.85
Group Health Insurance	545,575.71
Retirement	217,683.50
Unemployment Compensation	10,490.00

Total Payroll Related Costs 981,558.06

Benefit Replacement Pay (BRP)	12,151.16
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Total BRP and Workers' Compensation 12,151.16

B. Indirect Costs

Bond Debt Service Payments	n/a
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Total Indirect Costs 0.00

C. Indirect Costs - Statewide Cost Allocation Plan

(based on FY13 data) - Full Cost Method

Building Depreciation	0.00
Equipment Depreciation	0.00
CPA Administration	0.00
CPA Fiscal and ITD	12,442.34
CPA Purchasing & Support	15,899.56
CPA Rebates	(697.10)
DPS Capitol Security	0.00
TFC Admin	0.00
TFC Planning & Asset Management	479.93
TFC Facility Design & Const & Con	(848.00)
OOG BPP & Financial Accountabili	133.03
State Preservation	0.00
State Senate	0.00
House of Representatives	0.00
Legislative Council	0.00
Legislative Budget Brd	0.00
Reference Library	0.00
Sunset Advisory Brd	0.00

Total Indirect Costs - Statewide Cost Allocation Plan 27,409.76

TOTAL INDIRECT COSTS \$ 1,021,118.98

Unaudited

TEXAS RACING COMMISSION (476)

PROFESSIONAL/CONSULTING FEES AND LEGAL SERVICE FEES
For the Fiscal Year Ended August 31, 2014

PROFESSIONAL/CONSULTING FEES

<u>NAME</u>	<u>SERVICE RENDERED</u>	<u>AMOUNT</u>
Compliance Consortium Corporation	Other Professional Services	\$ 706.86
Insight Global LLC	Other Professional Services	4,147.50
Insight Global LLC	Information Technology Svcs	30,138.00
Net Star Systems LLP	Information Technology Svcs	2,995.52
The Evolvers Group	Information Technology Svcs	10,285.00
Gaming Laboratories Intl LLC	Other Professional Services	75,000.00
TX Veterinary Medical Diagnostic Lab	Other Professional Services	1,323.00
Diane W. Fulmer, CPA	Financial & Accounting	2,625.57
Monday N. Rufus, PC	Financial & Accounting	11,457.50
Richard Castleberry	Veterinary Services	3,934.59
Horace A. Smith	Veterinary Services	29,881.74
Katherine Joos	Veterinary Services	16,540.00
Robert R Kellogg	Veterinary Services	572.00
Candace McCall	Veterinary Services	50,978.72
Matt Moskosky DVM	Veterinary Services	3,870.00
Robert P Stovall	Race Track Officials	2,282.90
Tx Dpt of Information Resources	Computer Svcs - Statewide Tech	4,474.43
RFD & Associates, Inc	Other Professional Services	90.00
RFD & Associates, Inc	Information Technology Svcs	607.50
Petrosys Solutions Inc	Information Technology Svcs	<u>9,000.00</u>
	Total Professional Fees	\$ <u>260,910.83</u>
	<u>LEGAL SERVICE FEES</u>	
		\$ <u>0.00</u>
		\$ <u>0.00</u>
	Total Professional and Legal Fees	\$ <u><u>260,910.83</u></u>

Unaudited

TEXAS RACING COMMISSION (476)

SCHEDULE OF SPACE OCCUPIED
For the Fiscal Year Ended August 31, 2014

<u>LOCATION</u>	<u>SQ. FT.</u>	<u>FTEs</u>	<u>COST PER SQ. FT.</u>	<u>COST PER MONTH</u>	<u>ANNUAL COST</u>
Headquarters: 8505 Cross Park Dr. Ste 110 Austin, Texas					
Period 9/1/13-1/31/14	6,419	50	\$1.10	\$7,082.99 5 mo	\$35,414.95
Period 2/1/14-8/31/14			\$1.11	\$7,121.95 7 mo	\$49,853.65
Total Annual Cost					<u><u>\$85,268.60</u></u>

Lessor:
Cross Park Investors
PO Box 10994
Austin, Texas

The Commission is in compliance with Section 2165.104, Government Code which requires a ratio of not more than 153 square feet of usable space per employee.

Unaudited

TEXAS RACING COMMISSION (476)

BONDED EMPLOYEES

For the Fiscal Year Ended August 31, 2014

No bond is required by the State Office of Risk Management.