

STEVE BESHEAR
GOVERNOR



ROBERT D. VANCE
SECRETARY

PUBLIC PROTECTION CABINET

ROBERT M. BECK, JR.
CHAIRMAN

KENTUCKY HORSE RACING COMMISSION

JOHN T. WARD, JR., EXECUTIVE DIRECTOR
4063 IRONWORKS PKWY, BLDG. B
LEXINGTON, KENTUCKY 40511
TELEPHONE: (859) 246-2040 FAX: (859) 246-2039
WEB SITE: [HTTP://KHRC.KY.GOV](http://KHRC.KY.GOV)

KENTUCKY THOROUGHBRED BREEDERS' INCENTIVE FUND (KBIF):

A division of the Kentucky Horse Racing Commission (KHRC)
Frequently Asked Questions [FAQs]

How is the incentive money generated?

The incentive money is from sales taxes paid for breeding a stallion to a mare in Kentucky. This is not a new tax. Rather, it is the same tax that has been required to be paid on stud fees. Prior to the establishment of the KBIF, the tax went directly into the General Fund of the Commonwealth – not back to the thoroughbred industry.

Who is eligible?

Breeders who have bred their mare to a KTDf registered Kentucky stallion and board their mare in Kentucky from first cover until the foaling. We rely on the records of The Jockey Club to determine the breeder of record.

When should I register for the program?

For each breeding season, the intended breeder of record is required to register the unborn foal with the KHRC on or prior to Aug. 15th of the cover year, plus pay a filing fee of \$60 for each mare.

Can I nominate after the August 15th deadline?

Yes, there is a late application period. For a filing made after August 15 of the breeding season and on or prior to December 31 of the cover year, the filing fee is \$150; From January 1 – December 31 of the year foaled, the filing fee is \$750; and for a filing made between January 1 and December 31 of the yearling year, the filing fee is \$1,500. No other late filings are permitted.

Can a farm manager nominate on behalf of the breeder?

Yes, a farm manager or agent can register a mare on behalf of the breeder. The KHRC wants to make the process as easy as possible for the breeders.



If an agent would like to collect awards on behalf of the breeder, the KHRC requires an authorized agent form to be on file. The form is located on the KHRC website [<http://khrc.ky.gov>].

What do I do if I bought a mare that is already KBIF nominated?

If ownership of a mare changes before the foal is born then the KHRC will use The Jockey Club breeder of record as the official records of the KHRC. Please submit a mare transfer of ownership form to ensure KBIF has the most recent contact information. The form is located on the KHRC website [<http://khrc.ky.gov>].

What do I do if I want to remove the mare from Kentucky?

If you remove your mare from Kentucky then you should complete a Withdrawal Form available on our web site.

What about foals of 2006 and prior years?

For a horse foaled in 2006 and all prior years, for purposes of determining eligibility for an award, if a horse is eligible to receive funds under the Kentucky Thoroughbred Development Fund the breeder shall be eligible to receive funds from the Kentucky Thoroughbred Breeders' Incentive Fund (KBIF). The horse does not need to have been registered under KTDF it just needs to be eligible to be registered. Foals of 2006 and prior are not eligible to win breeder awards for winning an allowance, maiden special weight or stakes races outside of Kentucky.

How will I know if I will receive an incentive?

A notice will be sent to each breeder who is eligible for an award. The breeder will receive notification from the KHRC of all awards for which the breeder is entitled. Notices will be sent in the first quarter following the year in which the award was earned. So for races won in 2011 notices will be distributed in the first quarter of 2012.

What races qualify breeders for incentives?

Allowance & Maiden Special Weight races — An incentive will be granted to the breeders of the KBIF nominated winners of all maiden special weight & allowance races in the U.S.A. and Woodbine racetrack. The breeder will be eligible for 10% of the winner's portion of the purse with a maximum of \$3,000/race.

Starter allowance races are not eligible for award. Only horses entered in allowance races are eligible to receive an incentive.

Stakes races (other than graded or group) — An incentive will be granted to the breeders of the KBIF nominated winners of all stakes races in the U.S.A and Woodbine racetrack. The breeder will be eligible for 10% of the winner's portion of the purse with a maximum of \$4,000/race.



Graded stakes races — An incentive will be granted to the breeders of the KBIF nominated winners of all graded stakes races in the U.S.A. The breeder of a Grade I will be eligible for \$7,500/race and the breeder of a Grade II or III will be eligible for \$5,000/race.

Group pattern races — An incentive will be granted to the breeders of the KBIF nominated winners of Group 1 pattern races in Canada, England, France & Ireland as well as Group I pattern races on Dubai World Cup Day, Hong Kong International Day & Japan Cup Day. The breeder of a Group 1 pattern race will be eligible for \$7,500. An incentive of \$5,000/race will be granted to the breeders of the KBIF nominated winners of Group 2 or Group 3 pattern races in Canada, England, France or Ireland.

Kentucky Derby & Kentucky Oaks Component — The incentive will be \$50,000 each to the breeder of the KBIF nominated winner of the Kentucky Derby and the Kentucky Oaks. Kentucky Derby & Kentucky Oaks are not subject to bonuses or reductions.

Kentucky Claiming Component — An incentive will be granted to the breeders of the top 20 KBIF nominated horses with the most claiming wins in Kentucky each year, using earnings to settle any ties. Should two horses have the same number of wins and the same total earnings, the awards will be divided between those horses in the same manner purse money is divided for a dead-heat in racing. Horses winning a KBIF award through the ALW & MSW component at a Kentucky racetrack during the same calendar year will not be eligible for the Claiming Component. Money will be allocated as follows, claiming component not subject to bonuses or reductions.

| | |
|-------------|-------------|
| 1. \$20,000 | 11. \$9,000 |
| 2. \$17,500 | 12. \$8,500 |
| 3. \$15,000 | 13. \$8,000 |
| 4. \$12,500 | 14. \$7,500 |
| 5. \$12,000 | 15. \$7,000 |
| 6. \$11,500 | 16. \$6,500 |
| 7. \$11,000 | 17. \$6,000 |
| 8. \$10,500 | 18. \$6,000 |
| 9. \$10,000 | 19. \$6,000 |
| 10. \$9,500 | 20. \$6,000 |

ALL BREEDERS' CUP WORLD CHAMPIONSHIP RACES ARE EXCLUDED.

