

KENTUCKY HORSE RACING COMMISSION

MARCH 23, 2015

AGENDA

Location: Rolex Hospitality Room
Kentucky Horse Park
Lexington, KY 40511

Time: 1:30pm

I. Call to order and roll call

II. New Business

1. Approve minutes of October 21, 2014, December 2, 2014 and January 15, 2015 meetings.
2. Ratify Pick 6 Wager and Minimum Wager Request from Keeneland.
3. Approve Floor Plan Change at Ellis Park.
4. Approve Keeneland's 2015 Spring Meet Officials.
5. Approve Churchill Downs' 2015 Spring Meet Officials.
6. Approve Thunder Ridge's 2015 Meet Officials.
7. Approve Backside Improvement Fund request: Churchill Downs.
8. Approve KTDF Purse Structure – Churchill Downs Spring Meet.
9. Approve KTDF Purse Structure – Keeneland Spring Meet.
10. Rules Committee Report:
 - 810 KAR 1:300 International medication protocol as a condition of a race
 - 811 KAR 1:300
 - 811 KAR 2:300
11. Kentucky Horse Breeders' Incentive Fund
 - a. Approve KHBIF Period IV applications.
 - b. Letter from KHBIF Advisory Committee seeking Commission support.
12. Approve amendments to 810 KAR 1:090 KTDF regulation.
13. Approve extension and Addendum to Memorandum of Understanding with KHRC Official Laboratory: LGC Science, Inc.
14. Reports
 - a. Thoroughbred Rulings
 - b. Standardbred Rulings
 - c. Veterinary Division
 - d. Pari-Mutuel Wagering Division
 - e. Regulations and Litigation
15. Approve Kentucky Downs request to offer historical horse race wagers and terminals supplied by Encore Gaming, LLC.
16. Approve Conditions to Conduct Historical Horse Races for Kentucky Downs.

III. Executive Session

IV. Other Business

V. Adjournment



STEVE BESHEAR
GOVERNOR

AMBROSE WILSON IV
SECRETARY

PUBLIC PROTECTION CABINET

ROBERT M. BECK, JR.
CHAIRMAN

KENTUCKY HORSE RACING COMMISSION

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

TO: ALL COMMISSION MEMBERS
FROM: Greg Lamb, Director of Parimutuel Wagering
Date: February 23, 2015
SUBJECT: Pick 6 Wager Request from Keeneland

On December 26, 2014, the KHRC received the attached letter requesting the addition of the Pick Six wager to their 2015 Spring Meet. They have also requested a minimum wager value of \$1.00.

Both the wager and the minimum wager amount are allowed under the current rules.

*OK
JTW*

COMMISSION ACTION:

_____ Approved

_____ Deferred

_____ Denied





Keeneland Association, Inc.
1201 Versailles Road
Lexington, KY 40510
P.O. Box 1690
Lexington, KY 40588-1690
859 251-5112 Tel.
800 456-5112
859 288-1508 Fax
www.keeneland.com

December 26, 2014

Mr. John T. Ward
Executive Director
Kentucky Horse Racing Commission
4063 Iron Works Pkwy., Bldg. B
Lexington, KY 40511

Dear John:

With the approval of the Kentucky Horse Racing Commission, Keeneland would like to reinstate the Pick Six wager beginning with the Spring Meet 2015. Additionally, we would like to alter the minimum wager from \$2.00 to \$1.00.

If you need any additional information, we will be happy to furnish it upon request. Thank you for your time and consideration.

Sincerely,

A handwritten signature in black ink that reads "W. B. Rogers Beasley".

W. B. Rogers Beasley
Vice President of Racing

WBRB/ksm



STEVE BESHEAR
GOVERNOR

AMBROSE WILSON IV
SECRETARY

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WEB SITE: [HTTP://KHRC.KY.GOV](http://khrc.ky.gov)

TO: ALL COMMISSION MEMBERS

FROM: Greg Lamb, Director of Parimutuel Wagering

DATE: March 10, 2015

SUBJECT: Floor Plan Change at Ellis Park

In a letter dated March 6, 2015, Ellis Park requested permission to make the attached changes. The changes are for denomination changes on currently authorized games and changing the position of four authorized games on the floor.

COMMISSION ACTION:

_____ Approved

_____ Deferred

_____ Denied

Ellis Park Title Changes and Physical Machine moves:

A2-1	Change to	Dancing Diamonds	\$1.00
A2-2	Change to	Dancing Diamonds	\$1.00
A2-3	Change to	Dancing Diamonds	\$1.00
A4-1	Change to	Very Cherry	\$1.00
A4-2	Change to	Very Cherry	\$1.00
A4-3	Change to	Very Cherry	\$1.00
A4-4	Change to	Very Cherry	\$1.00
B2-1	Change to	Dancing Diamonds	\$1.00
B2-3	Change to	Dancing Diamonds	\$1.00
B2-3	Change to	Dancing Diamonds	\$1.00
B7-1	Change to	Deep Sea Treasure	\$0.10
B7-2	Change to	Deep Sea Treasure	\$0.10
B7-3	Change to	Deep Sea Treasure	\$0.10
B7-4	Change to	Deep Sea Treasure	\$0.10
B7-5	Change to	Deep Sea Treasure	\$0.10
B7-6	Change to	Deep Sea Treasure	\$0.10
B9-1	Change to	Treasure of Egypt	\$0.25
B9-2	Change to	Treasure of Egypt	\$0.25
B9-3	Change to	Treasure of Egypt	\$0.25
B9-4	Change to	Treasure of Egypt	\$0.25
C3-1	Change to	Very Cherry	\$0.25
C3-6	Change to	Very Cherry	\$0.25
C3-2	Change to	WWW Bonus Spin	\$0.25
C3-3	Change to	WWW Bonus Spin	\$0.25

A11-1	Move to	A10-1	(Very Cherry \$0.25) (New floor location)
A11-2	Move to	A10-2	(Very Cherry \$0.25) (New floor location)
A11-3	Move to	A10-3	(Very Cherry \$0.25) (New floor location)
A11-4	Move to	A10-4	(Very Cherry \$0.25) (New floor location)
B3-1	Move to	A11-1	(Black Hills Gold \$0.25)
B3-2	Move to	A11-2	(Black Hills Gold \$0.25)
B3-3	Move to	A11-3	(Black Hills Gold \$0.25)
C6-4	Move to	A11-4	(Very Cherry \$0.25)
C6-6	Move to	C6-4	(Very Cherry \$1.00)
A1-1	Move to	C6-6	(Very Cherry \$5.00)

STEVE BESHEAR
GOVERNOR



AMBROSE WILSON IV
SECRETARY

PUBLIC PROTECTION CABINET

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WEB SITE: [HTTP://KHRC.KY.GOV](http://khrc.ky.gov)

To: Kentucky Horse Racing Commission

From: Marc A. Guilfoil, Director of Racing

Date: February 2, 2015

Re: Request for Approval of Roster of Racing Officials for the Keeneland 2015 Spring Meet

By memo dated February 2, 2015, Rogers Beasley, Vice President of Racing at Keeneland Race Track, requests Kentucky Horse Racing Commission approval of the attached Roster of Racing Officials scheduled to preside over the conduct of racing during the 2015 Spring Meet. Please be advised all Stewards have been accredited by ROAP (Racing Officials Accreditation Program) and all officials will be licensed by the meet opening.

Approval is recommended.

COMMISSION ACTION

_____ Approved

_____ Deferred

_____ Denied





Keeneland Association, Inc.
1201 Versailles Road
Lexington, KY 40510
P.O. Box 1690
Lexington, KY 40588-1690
859 254-3112 Tel.
800 456-3112
859 288-1348 Fax
www.keeneland.com

February 27, 2015

Mr. John T. Ward
Executive Director
Kentucky Horse Racing Commission
4063 Iron Works Pkwy., Bldg. B
Lexington, KY 40511

Dear John:

With the approval of the Kentucky Horse Racing Commission, the officials for the 2015 Spring Meeting at Keeneland will be as follows:

Stewards - Ronald Herbstreit
Vice President of Racing – W.B. Rogers Beasley
Racing Secretary - David Ben Huffman
Assistant Racing Secretary – Tia Murphy
Stakes Coordinator – Mike Anifantis
Starter - Robert Alexander
Paddock Judge – David Wedlake
Assistant Paddock Judge – John Veitch
Patrol Judges – Steve Obrekaitis, James F. Ewalt, Tiffany Bourque, Ron Tomlinson, Scott L. Jones, Tyler Pickelsimer
Placing Judges - Steve Obrekaitis, James F. Ewalt, Tiffany Bourque, Ron Tomlinson, Scott L. Jones, Tyler Pickelsimer
Entry Clerks – Steve Obrekaitis, James F. Ewalt, Tiffany Bourque, Ron Tomlinson, Scott L. Jones, John Veitch, Tyler Pickelsimer
Clerk of Scales – Javier Torres
Horse Identifier – Brooks Beacraft
Assistant Identifier – Melinda Vest
Timer – American Teletimer (Mark Skaggs)
Program Coordinator - Sue Brewster
Jockey Room Custodian – Mike June
Clocker – Tom Bridges
Claims Clerk – Ron Tomlinson
Outriders - Gene Vosler, Dale Mallory, John Wells
Horsemen's Bookkeeper – Darci Tipton
Track Superintendent – Fred Manning
Director of Mutuels – Jim Goodman
Director of Security – Ed Blaser
Paddock Blacksmith – Tracey Plowman, Leroy Thomas
Announcer – Kurt Becker
Stall Superintendent – Dewey Harper

2.

Post time for the first race is 1:05 p.m. daily except on Saturday, April 12 (Toyota Blue Grass Stakes Day) when the first post will be 12:35 p.m. We will hold eight to twelve live races daily.

Horses which have been excluded from races shall be given preference the next time they are entered, provided they are in a race of similar distance (under a mile or a mile or over) and with a price range of \$500 either way up to \$8,000; above that \$1,000 either way up to \$15,000; above that \$2,500 either way up to \$25,000, and above that \$5,000. Fillies and mares will be kept separated.

We will continue to employ a seventy-two (72) hour entry rule with the following exceptions: Monday, March 30 for Friday, April 3; Tuesday, March 31 for Saturday, April 4; Saturday, April 4 for Wednesday, April 8; Monday, April 6 for Thursday, April 9; all other Wednesday's entries on the preceding Saturday and Thursday's entries on the preceding Sunday)

Star only entries will be accepted in two-year-old maiden races only. Trainers may enter up to three star only entries. However, should the race not overfill no stars will be allotted.

Thank you for your consideration, if you need any additional information, we will be happy to furnish it upon request.

Sincerely,

A handwritten signature in blue ink that reads "W B Rogers Beasley". The signature is written in a cursive style with a long, sweeping tail on the final letter.

W. B. Rogers Beasley
Vice President of Racing

WBRB/KM

STEVE BESHEAR
GOVERNOR



AMBROSE WILSON IV
SECRETARY

PUBLIC PROTECTION CABINET

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To: Kentucky Horse Racing Commission

From: Marc A. Guilfoil, Director of Racing

Date: March 10, 2015

Re: Request for Approval of Roster of Racing Officials for the Churchill Downs Spring Meet

By memo dated February 19, 2015, Ben Huffman, Racing Secretary of Churchill Downs Race Track, requests Kentucky Horse Racing Commission approval of the attached Roster of Racing Officials scheduled to preside over the conduct of racing during the 2015 Spring Meet. Please be advised all Stewards have been accredited by ROAP (Racing Officials Accreditation Program) and all officials will be licensed by the meet opening.

Approval is recommended.

COMMISSION ACTION

_____ Approved

_____ Deferred

_____ Denied





CHURCHILL DOWNS

February 19, 2015

Mr. John Ward
Executive Director
Kentucky Horse Racing Commission
4063 Iron Works Parkway
Lexington, KY 40511

Dear Mr. Ward,

As required by the regulations set forth by the Kentucky Horse Racing Commission, attached is the list of officials for the 2015 Churchill Downs Spring Meet, along with the date preference rules which will be used during this meet, for approval by the Kentucky Horse Racing Commission.

Respectfully submitted,



D. Ben Huffman
Racing Secretary

Enclosure

CHURCHILL DOWNS LIST OF OFFICIALS FOR THE 2015 SPRING MEET

ASSOCIATION STEWARD:	Richard Leigh
RACING SECRETARY:	Ben Huffman
ASST. RACING SECRETARY/STAKES COORDINATOR	Dan Bork
HORSE IDENTIFIER:	Melinda Vest
ASSISTANT IDENTIFIER:	Steven Penrod
CLERK OF SALES:	Javier Torres
JOCKEY ROOM CUSTODIAN:	Mike June
CLAIMS CLERK:	Ron Tomlinson
PROGRAM COORDINATOR:	Tiffany Bourque
HORSEMEN'S BOOKKEEPER:	Trish Rankin
STARTER:	Scott Jordan
OUTRIDERS:	Greg Blasi Lee Lockwood Albert Russell
DIRECTOR OF SECURITY:	Rob King
DIRECTOR OF MUTUELS:	Rick Smith
TIMER:	American Teletimer
CLOCKER:	Peter Vestal
ENTRY CLERKS, PADDOCK AND PLACING JUDGES:	Steve Obrekaitis James Ewalt Tyler Picklesimer Tia Murphy Allison DeLuca Sue Brewster
ANNOUNCER:	Travis Stone
STALL MANAGER:	Steve Hargrave

DATE PREFERENCE SYSTEM

The Date System of preference will be used at Churchill Downs as described below:

Foal Certificates are no longer required to be on file in the racing office to enter or start at Churchill Downs; however, foal certificates must be on file to obtain a preference date and to get a horse tattooed.

Preference by condition eligibility then by:

1. In over-filled races, preference will be given to horses in order of their assigned preference dates, earliest date first. Horses having identical dates will be chosen by lot, however, where entry and running dates are the same, the horse with the entry date will have preference.
2. All horses intended for racing at Churchill Downs will be assigned a preference date. Dates assigned will be of two types:

E-Date

This date will correspond to:

- a) the day on which a horse's foal papers and name tag are submitted to the Identifier (the earliest date being the day when entries are first taken for the meeting).
- b) the day on which a horse is first entered if his papers are not on file with the identifier.

To qualify for the latter E-Date, a horse must have been excluded from a race which appears on the overnight or he must have been entered in a condition book race which failed to fill through insufficient entries.

R-Date

This date will correspond to the day of a horse's most recent race at Churchill Downs.

An R-Date will also be assigned to a horse which scratches.

3. A horse retains his R-Date until he receives a newer R-Date. No horse with an established R-Date may receive an E-Date. A horse whose papers are removed from the Identifier's office will lose his date and must subsequently re-establish a date in order to receive preference. A horse with an E-Date cannot receive a newer E-Date. Horses starting at another racetrack will forfeit any date they may have at Churchill Downs.
4. Preference dates will consist of two categories: Dirt (D) and Turf (T). Preference dates are good for any type of race or distance.
5. A horse that runs in a race, which has been taken off the Turf will retain its Turf date and establish a Dirt R-Date. A scratched horse will receive an R-Date from the date scratched for both Turf and Dirt.
6. When a race is taken off the Turf, Main Track Only (MTO) horses will receive an R-Date if they run or scratch. If the race remains on the Turf, MTO horses will retain their previous date.
7. Horses on the Also-Eligible list shall be permitted to draw into races in order listed. A horse entered as MTO shall be listed as an Also-Eligible. If the race remains on the Turf, a horse listed as MTO shall not be permitted to draw into the race.
8. No E-Date will be assigned to the second choice of an unsplit same-owner entry.
9. A horse which has been placed on a list (veterinarian, steward, starter or paddock judge) will lose their date and be assigned an R-Date corresponding to the day removed from list.
10. A horse which is a scheduled starter in a canceled race will not receive an R-Date for that race but will retain its previous date.
11. Stakes and handicap races are not subject to date preference.
12. Preference dates are transferred through change of ownership and changes in trainer after the proper transfer procedure have been completed through the Steward's office and delivered to the Racing Secretary's Office.
13. Date preference rules will not supersede KHRC rules regarding preference, eligibility or scratches.
14. Winners will be preferred in all non-maiden races.



STEVE BESHEAR
GOVERNOR

AMBROSE WILSON IV
SECRETARY

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LEXINGTON, KENTUCKY 40511
TELEPHONE: (859) 246-2040 FAX: (859) 246-2039
WEB SITE: HTTP://KHRC.KY.GOV

To: Kentucky Horse Racing Commission

From: Marc A. Guilfoil, Director of Racing

Date: March 10, 2015

Re: Request for Approval of Roster of Racing Officials for Thunder Ridge’s 2015 Meet

By memo dated March 9, 2015, Addrian Collins, General Manager of Thunder Ridge Race Track, requests Kentucky Horse Racing Commission approval of the attached Roster of Racing Officials scheduled to preside over the conduct of racing during the 2015 harness meet. Please be advised these officials have worked in these capacities in the past and all will be licensed by the meet opening. The Judges have been accredited by Racing Officials Accreditation Program (ROAP).

Approval is recommended.

COMMISSION ACTION

_____ Approved

_____ Deferred

_____ Denied



TO: Kentucky Horse Racing Commission

March 9, 2015

The following is a listing of our 2015 live meet officials.

Thunder Ridge 2015 Race Officials:

Associate Judge	Mike Davis
Associate Judge	Daniel Ross
Racing Secretary	Billy Perkins
Starter	Mike Moss
Paddock Judge & Identifier	Amy Emerson
Timer	Jessica Harris
Photo Finish	Glenda Foley
Charter/ Program Coordinator/Clerk of Course	April Nefcus
Director of Mutuels	Wilma Foley
Director of Security	Patrick J. Meek
Track Superintendent	Lawrence Cooper
Paddock Blacksmith	Steve Cline

If anyone has any questions please contact me at 606-886-7223 or my cell: 513-593-7328.

Thank you


Addrian Collins/ Gen. Mgr

STEVE BESHEAR
GOVERNOR



AMBROSE WILSON IV
SECRETARY

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WEB SITE: [HTTP://KHRC.KY.GOV](http://khrc.ky.gov)

TO: ALL COMMISSION MEMBERS
FROM: Marc A. Guilfoil
DATE: March 12, 2015
SUBJECT: Backside Improvement Fund: Churchill Downs, Inc.

On March 10, 2012, the KHRC received the attached letter from Churchill Downs. Churchill Downs is seeking permission from the Commission to approve five backside improvement projects pursuant to 810 KAR 1:021.

Backside Improvement Fund projects for consideration:

1. Churchill Downs backside paving.
2. Churchill Downs racing office parking lights.
3. Churchill Downs cable TV upgrades to the backside.
4. Churchill Downs barn #25 wall repair.
5. Churchill Downs barn area heater replacements.

Churchill Downs has included a detailed description of each project, justification for the project as well as photographs and bids. Churchill Downs has \$357,651 in the Backside Improvement Fund. Upon completion of the project, KHRC staff will inspect the repair work and confirm the improvement has been completed. All invoices, photographs and communication will be kept on file for Commission review.

Approval is recommended.

COMMISSION ACTION:

_____ Approved

_____ Deferred

_____ Denied



CHURCHILL DOWNS

INCORPORATED

March 10, 2015

Marc Guilfoil
Director of Racing
Kentucky Horse Racing Commission
4063 Ironworks Parkway, Building B
Lexington, KY 40511



Re: **Application for Approval of Backside Improvement Fund Projects**

Dear Marc,

Below please find an itemized list (in order of priority) of our 2015 projects eligible for Backside Improvements Funds:

1. Churchill Downs Backside Paving
2. Churchill Downs Racing Office Parking Lights
3. Churchill Downs Cable TV Upgrades to Backside
4. Churchill Downs Barn #25 Wall Repair
5. Churchill Downs Barn Area Heater Replacements

Project #1 – Churchill Downs Backside Paving

Justification

Churchill Downs has a large amount of asphalt paving in the backside that supports significant vehicle, horse, and pedestrian traffic. Despite routine maintenance efforts, some of the asphalt is starting to become uneven and could potentially create a safety issue. It is vitally important that we make the necessary repairs to re-pave the most problematic areas.

Scope of Work

This paving project covers 151,500 square feet and includes the most highly trafficked areas – covering the space from the track kitchen alongside the back of the track to barns 39/40. Please see Exhibit A for a picture highlighting the exact area to be paved as well as a collection of bids for the project. The lowest bid is from LIBS Paving Co., Inc. for \$98,750.00

Illustration

See photograph attached hereto in Exhibit A.

Itemized Cost Estimates

See itemized bids attached hereto in Exhibit A.



Project #2 – Churchill Downs Racing Office Parking Lights

Justification

Due to congestion, many backside employees park across 4th street near the racing office. This parking lot is not properly lit and has been brought up during Racing Committee meetings as a safety concern.

Scope of Work

This project will install the necessary energy-efficient lighting for the parking lot area. The project bid includes seven light poles, 22 5000k LED light fixtures, necessary trenching, conduit, junction boxes, installation, and other necessary hardware.

Illustration

See photograph attached hereto in Exhibit B.

Itemized Cost Estimates

See itemized quote attached hereto in Exhibit B.

Project #3 – Churchill Downs Backside Cable TV Signal Improvements

Justification

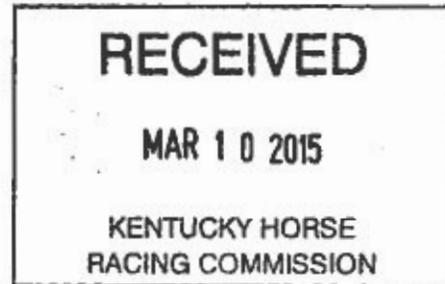
Improving the cable TV signal quality has been a continued request by the employees on the backside. There have been smaller efforts made regarding boosting the signal, but these small improvements have not proven satisfactory.

Scope of Work

Churchill Downs plans to contract with Henderson Electric to make a significant investment (\$44,400 in total) to improve the cable TV signal quality on the backside. The project will replace the current dated lines with new fiber optic lines and also provide amplification.

Itemized Cost Estimates

See itemized quote attached hereto in Exhibit C.



Project #4 – Churchill Downs Damaged Wall Repair Barn #25

Justification

The exterior wall on Barn #25 is precariously leaning out per the pictures below. We need to repair this quickly as it appears unsafe.

Scope of Work

Churchill Downs has a quote with contractors to demo the existing wall, pour new footers, and construct a new block wall to replace current structure. There is also carpentry work involved to remove and rebuild the roof supports.

Illustration

See photographs attached hereto in Exhibit D.

Itemized Cost Estimates

See itemized quote attached hereto in Exhibit D.

Project #5 - Churchill Downs Barn Area Heater Replacements

Justification

Churchill Downs has numerous barns on the backside each with various rooms that contain gas heaters. From time to time these heaters need to be replaced typically because the heat chamber will crack. It is important to inspect and repair/replace these heaters to prevent gas leakage related to cracked heat chambers for safety reasons and to provide warmth for backside workers.

Scope of Work

Churchill engaged HMC to inspect heaters on the backside within the scope of an annual service agreement. The results of that inspection are below:

RECEIVED
MAR 10 2015
 KENTUCKY HORSE
 RACING COMMISSION

Heating & Gas Replacement Plan								
Barn	Room	Heater Type	Comment	Equip Cost	Labor Hr	Labor Rate	Labor Cost	Total Cost
48	A	Large	Heat Chamber Cracked	885	3.0	70	210	1,095
47	K	Small	New small heater needed	785	3.0	70	210	995
46	E	Large	Heat Chamber Cracked	885	3.0	70	210	1,095
34	D	Large	Old heater no longer functions	885	3.0	70	210	1,095
33	H	Large	New Large Heater Needed	885	3.0	70	210	1,095
32		Large	Heat Chamber Cracked	885	3.0	70	210	1,095
27	C		New Gas Valve Needed				-	-
24	D	Large	Heat Chamber Cracked	885	3.0	70	210	1,095
22	F	Large	New heater needed	885	3.0	70	210	1,095
21	C	Large	New heater needed	885	3.0	70	210	1,095
19	C	Large	New Floor Model Heater Needed	885	3.0	70	210	1,095
9	B	Large	New Heat Chamber Needed	885	3.0	70	210	1,095
5	B	Small	New small heater needed	785	3.0	70	210	995
5	C	Small	New small heater needed	785	3.0	70	210	995
Total				\$11,205	39.0	\$70.00	\$ 2,730	\$ 13,935

Illustration



Itemized Cost Estimates

See itemized quote attached hereto in Exhibit E.

*

If you have any questions, comments or concerns about this application please do not hesitate to contact me.

We are committed to maintaining the best possible environment for our backside residents (both human and animal). Their safety and security mandates that we make these necessary repairs and updates.



We look forward to the Commission's support.

With regards,

/s/ E.M. Lysonge (electronic signature)

E.M. Lysonge, Vice President
CHURCHILL DOWNS RACETRACK
600 N. Hurstbourne Parkway, Ste. 400
Louisville, KY 40222
Direct Dial: (502) 636-4505
Mobile: (502) 210-9958
Facsimile: (502) 636-4456

RECEIVED

MAR 10 2015

KENTUCKY HORSE
RACING COMMISSION

EXHIBIT A

Project # 1 – Churchill Downs Backside Paving



Asphalt Quotes.pdf



Job Proposal

Date: Jan 6, 2015

Estimator: Jeff Libs

Number: AAAQ12249

7001 Atkins Road
Floyds Knobs, Indiana 47119
Office: 812-944-8942
Fax: 812-949-2806

Proposal Submitted To:
CHURCHILL DOWNS DAVID LEHR 700 CENTRAL AVE. LOUISVILLE, KENTUCKY 40208
Cell: 502-210-3050
Phone:
Fax:

Job Location:
CHURCHILL DOWNS 700 CENTRAL AVE. LOUISVILLE, KENTUCKY 40208
Phone:
Fax:

RESURFACE EXISTING ROADS AND OTHER PAVED AREAS STARTING AT BARN 39/40, CONTINUING TO AND STOPPING AT TRACK KITCHEN APPROX. 151,500 SQ. FT. SEE ATTACHED MAP.

\$98,750.00

- Mill edge keys as necessary where tying onto old asphalt or concrete
- Mill off asphalt in areas necessary to maintain proper slope/drainage
- Remove parking bumpers prior to paving/set and pin after paving
- Broom and tack
- Wedge low areas as necessary
- Apply 1.5" surface asphalt



*** DUE TO THE UNCERTAINTY OF THE PRICE OF PETROLEUM PRODUCTS, PRICE IS SUBJECT TO CHANGE AFTER 30 DAYS. ***

Warranty: We guarantee all work against defects in materials and workmanship for a period of one (1) year from date of installation. We do not guarantee against puddling where existing slope is less than 1.5%. We do not guarantee against reflective cracking and dry weather cracking.

We hereby propose to furnish labor and materials-- complete in accordance with the above specifications, for the sum of \$98,750.00

Authorized Signature: *Jeff Libs*

ACCEPTANCE OF PROPOSAL: The above specifications and conditions are satisfactory and are hereby accepted. Acceptance to constitute a contract between us. Libs Paving is authorized to do the work as specified.

Date: _____ Signature: _____



HEAVY/ HIGHWAY CONSTRUCTION

Mr. James Richardson
Churchill Downs
700 Central Ave.
Louisville, Ky. 40208
jamesrichardson@kyderby.com

January 20, 2015

Re: 2015 Paving Package

Dear Mr. Richardson:

We are pleased to provide the following quote for work on the above referenced project.

Scope of Work

Mill approximately 17,000sy of areas as shown on the documents provided by owner.

Clean and apply tack coat.

Pave with 1 1/2" compacted asphalt surface.

Total Sum \$122,604.00

Alternate

Mill as needed to provide edge keys sufficient for smooth transitions for the new pavement.

Area is approximately 5,500sy.

Clean and apply tack coat to approximately 17,000sy.

Pave with 1 1/2" of compacted asphalt surface.

Total Sum \$104,767.00

Pricing is based on performance through January 2015. Performance of work beyond this date may necessitate upward adjustment of pricing according to increases in raw material. Asphalt price escalation based upon Current Market price for Liquid Asphalt using the following formula: (CMPLA at time of work performance - CMPLA at time of bid) x .06 (6% asphalt content) = escalation per ton of in place asphalt) Current CMPLA = \$553.75 per liquid ton of asphalt cement.

Exclusions

Reflective Cracking.

Primer L.

Unsuitable or unstable material for sub grade.

Removal or relocation of existing utilities.

Owner is responsible for locating private utilities and repairs of unmarked or mismarked utilities.

Construction staking.

Bonding, permits, fees etc... .

Scale or pre determined wage.

(for further information regarding definitions or terminology please feel free to call or visit our website at www.Flynnbrothers.com)

We are grateful for the opportunity to quote this project and look forward to working with you in the near future.

Sincerely,

Edward Flynn



EQUAL OPPORTUNITY EMPLOYER

STREET ADDRESS: 1213 OUTER LOOP • LOUISVILLE, KY 40219 • PHONE (502) 364-9100
MAILING ADDRESS: P.O. BOX 32065 • LOUISVILLE, KY 40232 • FAX (502) 363-1646



LOUISVILLE PAVING COMPANY INC.

1801 Payne Street
Louisville, Kentucky
40206-1999
502-583-1726
502-583-6375 (fax)

January 15, 2015

ATT: Jamie Richardson
Churchill Downs
700 Central Ave.
Louisville, KY 40208

RE: Paving at Barn Areas



Louisville Paving Company is pleased to offer the following proposal for the above referenced project.

Scope of Work

Mill 17,925 SYS to a depth of 1 1/2"
Haul off millings
Broom loose debris
Prime with SS 1h tack
Pave 17,925 SYS with 1 1/2" of surface asphalt

Lump Sum \$152,799.00

Escalator: This quotation is based on the current price of liquid asphalt (\$596.25.00 per ton). We reserve the right to adjust our price to increases in the cost of liquid asphalt.

Warranty: We guarantee all work against defects in material and workmanship for a period of (1) year from date of installation. We do not guarantee against puddling where existing slope is less than 1.5 %. We do not guarantee against reflective cracking.

Exclusion: Permits or Fees
Relocation of Utilities
Cut and fill due to unstable sub-base
Scale wages

I appreciate the opportunity to bid on this project. Please call if you have any questions.

Sincerely

Joey Smith
Estimator/Project Manager
Cell 502-471-1114

Accepted _____ Date _____

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MAR 10 2015
KENTUCKY HORSE
RACING COMMISSION

EXHIBIT B

Project # 2 – Churchill Downs Racing Office Parking Lights



LED Quote- Racing
Office Parking Lot Ligh



September 3, 2014
Churchill Downs
700 Central Avenue
Louisville, KY 40208



RE: CDRT; Electrical - Racing Office Parking Lot Lighting-LED (Ref: 14 DAT001.11.3)

Gentlemen:

Henderson Services, LLC proposes to furnish all necessary labor, supervision, materials, tools and equipment for the electrical work effort on the above referenced project, as detailed herein, in accordance with our interpretations of the intent of the design as discussed with Ed Kapp and myself, for the lump sum amount of: **\$SEVENTY- TWO THOUSAND DOLLARS TWO HUNDRED TWENTY-SEVEN AND NO CENTS**\$72,227.00

CATEGORY BREAK-OUT PRICING

1) Layout.....	\$ 1,200.00
2) Materials.....	\$42,302.00
3) Installation.....	\$ 28,009.00
4) Provide Permit.....	\$ 120.00
5) Provide Payment & Performance Bond	\$ 596.00

SCOPE OF WORK

We propose to:

- 1) Contact the Metro Code Authority for all applicable permits.
- 2) Contract with a licensed and insured excavation contractor to excavate for (7) light pole bases and trench from existing building to new light pole bases. Pole bases will be 24" wide with 30" above ground pedestals painted CAUTION YELLOW.
- 3) Furnish and install (7) light poles and (22) 5000k LED type light fixtures; (2) light fixtures on (2) poles, (3) light fixtures on (2) poles & (4) light fixtures on (3) poles.
- 4) Furnish and install conduit, wire, junction boxes, hardware and circuit breakers for a complete electrical system.

EXCLUSIONS

The following items are excluded from our base bid:

- 1) Utility charges and fees for temporary service power consumption during construction and for permanent connection of electrical and/or telephone service.

QUALIFICATIONS

- 1) This proposal includes a 100% Payment & Performance Bond.
- 2) Installation includes all excavation and pole bases required, but does not include an asphalt or concrete work to repair the existing parking lot.
- 3) This proposal is based on the work being performed during a standard forty- (40) hour workweek, straight time, first shift basis. Any work performed outside the original scope will require an executed change order before proceeding with work.
- 4) This proposal is based on the pricing of materials at the time of estimate. Because of the volatile commodities market, the pricing of the materials may need to be adjusted to compensate for unforeseen increases if not accepted within thirty-(30) days of the above date.

We appreciate the opportunity in providing you with this proposal and look forward to working with you if our proposal is acceptable. If there are any questions, please feel free to contact me.

Respectfully,

HENDERSON SERVICES, LLC

David True

David True
Project Manager

RECEIVED

MAR 10 2015

KENTUCKY HORSE
RACING COMMISSION

EXHIBIT C

Project # 3 – Churchill Downs Backside Cable TV Signal Improvements



DOC012815-0128201
5132409.pdf



August 29, 2014

Churchill Downs
700 Central Avenue
Louisville, Kentucky 40208

Attn: Greg Bush

RE: CATV Upgrade Budget

Gentlemen,

Henderson Services, LLC proposes to furnish all necessary labor, supervision, materials, tools and equipment for the installation of the technical work for the above referenced project, as detailed herein, in accordance with our interpretations of the Intent of the design for the Budgeted amount of: See Breakdowns Below

SCOPE OF WORK- Backside \$7,900.00

HS. LLC Provided HS. LLC Install:

- Extend via fusion splice of existing fiber optic cable located near recreation building to clockers stand
- At clocker stand replace existing amplifier with a fiber optic to RF signal amplifier

CLARIFICATIONS

- Cabling will be installed in underground raceway

Base of this design is to re feed this signal from RM 316 thru existing cabling, note this will signal will route thru media compound to the enclosure near recreation building and the extend to clockers stand with a new fiber optic cable .





October 13, 2014

Churchill Downs
700 Central Avenue
Louisville, Kentucky 40208

Attn: Greg Bush

RE: Camera Fiber Cable Budget

Gentlemen,

Henderson Services, LLC proposes to furnish all necessary labor, supervision, materials, tools and equipment for the installation of the technical work for the above referenced project, as detailed herein, in accordance with our interpretations of the intent of the design for the Budgeted amount of See Breakdowns Below

SCOPE OF WORK- Backside\$36,500.00

HS. LLC Provided HS. LLC Install:

- One (1) six strand single mode fiber optic cable, terminations and testing
- One (1) 20-amp 120 volt circuit
- 350' of 2" PVC conduit in trench

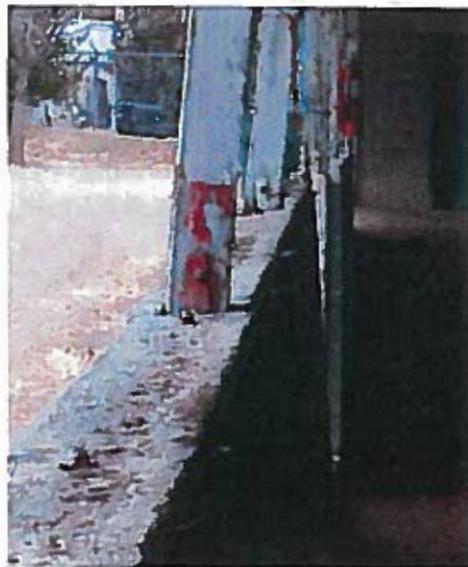
Base of this design is to provide fiber optic cable in one 2' conduit in a 24" deep trench between clockers stand and big board's ground level existing fiber optic enclosure. A 120vac dedicated circuit in EMT conduit. Existing fiber link will be utilized for signal connectivity to media compound.



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**KENTUCKY HORSE
RACING COMMISSION**

EXHIBIT D

Project # 4 – Churchill Downs Barn # 25 Wall Repair



Capital Expense Request Form



Does this request meet one of the following criteria?

1. ROI project - budgeted over \$50,000 or unbudgeted over \$10,000
2. Cost Out project - budgeted over \$50,000 or unbudgeted over \$10,000
3. Cost expected to be a significant deviation from approved budget (10% or \$10,000)

No Complete this form, approve in accordance with approval limits policy and route directly to finance
 Yes Complete an Investment Request Worksheet (2nd Tab) and Payback Template (3rd Tab) and route

Date submitted:

Name:

Location:

Department:

Phone (include area code):

E-mail:

DAVID LEHR
 O.D.T.
 1211
 502-638-8877
 DAVIDL@KYHORSE.COM

Capital Project #: < Completed by Finance >
 Total expected cost: \$0 ~~5,000~~ \$7,690
 Budgeted: Yes No
 If yes, budgeted amount: \$0 \$5,000
 Variance between budgeted & requested: \$0 \$2,690
 Expected timeline:
 Start date: 2-1-15
 Finish date: 4-2-15

Request name (short file):

BACKSIDE DRAINAGE REPAIRS

Request description:

< Insert a narrative description of the request >
 RECURRING CONCRETE WALLS + DRAINAGE REPAIRS

Note: Ensure to include shipping & handling, sales & use tax, etc... in estimates.

Asset Classification:

	Asset Value	Business Unit #	GL Acct Number	Depreciable Lts
Land			15110	N/A
Grounds and Buildings			15130	40
Improvements			15140	10
Leasehold Improvements			15180	length of lease
Machinery & Equipment			15170.01	10
Production Equipment (CDSBP)			15170.02	7
Motor Vehicles			15180	5
Furniture & Fixtures			15190	7
Gaming Equipment			15195	5
Gaming Equipment Software			15198	2
Computer & Software			15200	3
Computer Hardware			15210	5
Total:	\$0			

For this project, do you plan to obtain assistance from CD's designated capital project consultant, Encompass? Yes No

Multiple bids obtained: Yes No < If multiple bids are not obtained, provide an explanation >

Does this request complete spending on this item? Yes No further action required
 No Attach related requests and/or estimate total spending to complete this request (above)

Note: Electronic approvals (including email) are acceptable forms of signatures. Attach copies of electronic approvals when routing to finance, purchasing, and accounts payable. Indicate attachments in the signature blocks below.

Originator Dept Head/VP: Print Name: DAVID LEHR Signature: David Lehr

Unit/Track VP Finance (or equivalent): Print Name: Signature:

Unit/Track President (or equivalent): Print Name: Signature:

Corporate Purchasing Lead (\$10,000 or above only): Print Name: Signature:

EVP or CFO: Print Name: Signature:

CEO: Print Name: Signature:

Executive Committee or Board: Attach Board resolution or minutes
 Approvals (after approved, route to the attention of Laura Mudd)

Finance Rep: Print Name: Signature:

Route copies of the completed approval with Capital Project Number back to original requestor.



James Richardson

From: David Lehr
Sent: Friday, January 23, 2015 9:30 AM
To: James Richardson
Subject: Fwd: Foundation Wall Repair--Barn #25

----- Original message -----
Subject: Foundation Wall Repair--Barn #25
From: Kingscrete@aol.com
To: David Lehr <David.Lehr@kyderby.com>
Cc:



P.O. Box 326 • 8301 Hill Lane
Crestwood, KY 40014

Since 1947
Phone: (502) 243-0070
Fax: (502) 243-0018

January 9, 2015

Churchill Downs

ATTN: David Lehr
RE: Foundation Wall Repair--Barn #25

Kingsbury Concrete Construction, Inc. estimates to furnish labor, materials, equipment, and supervision to complete the following work:

1. Demo existing block wall at NW end of Barn #25 (68' x 5'). Break up, load, and haul off.
2. Excavate and pour new 12" reinforced concrete footer along the edge of the existing concrete flume.
3. Furnish qualified mason to install new 8" lightweight block wall reinforced with #4 vertical rebar. Furnish concrete to slush cores of new wall full. Set anchor bolts for new 2" x 8" base plate. Carpentry to remove and rebuild roof supports by Churchill Downs.

TOTAL PRICE: \$7,690.00

TERMS: Progressive Monthly Billing-Net Due Upon Completion
Kingsbury Concrete Construction, Inc. assures the best of quality and workmanship based on over fifty years of experience.

Kingsbury Concrete Construction, Inc. is not responsible for any unforeseen underground utilities, electrical, mechanical, contaminated soil or materials etc., or unknown subsoil conditions.

Kingsbury Concrete Construction, Inc. is not responsible for any surface damage due to the use of deicer agents or foreign chemicals or surface cracks due to unforeseen subsoil or slab movement.

*Thank You,
Kingsbury Concrete Constr., Inc.*

X _____
Signature of Acceptance

*Alan Kingsbury
President*



James Richardson

From: David Lehr
Sent: Friday, January 23, 2015 9:32 AM
To: James Richardson
Subject: Fwd:

----- Original message -----

Subject: null
From: "KAT Construction, Inc. Young" <katconinc@gmail.com>
To: David Lehr <David.Lehr@kyderby.com>
Cc:

Foundation Wall Repair Barn #25	1. Demo existing block wall at NW end of Barn #25	68' x
5' Break up, load, and haul off	2. Pour 12" reinforced concrete footer back 68' x2' x 12"	3. Lay
8" new wall back, slush wall and set new anchor bolts.	Churchill Downs to remove carpentry work and	
rebuild roof	\$8,320.00	Richard L. Young



Crane Landscaping The Stone Store

12305 Old Lagrange Road
 Louisville, KY 40245
 502-241-6489

Estimate

Date	Estimate #
1/21/2015	93948

Name / Address
Churchill Downs

*Quality Products
 Quality Service
 "Put it in Stone"*

Description	Qty	Rate	Total
Churchill Downs Barn #25 Remove Existing 68' x 5' Block Wall Create & Install New Footer followed by Rebar, 8" Block Filled Includes Anchor Bolts Material & Labor Sales Tax		8,900.00 6.00%	8,900.00 0.00
<div data-bbox="407 1339 847 1623" data-label="Text" style="border: 1px solid black; padding: 10px; width: fit-content; margin: 0 auto;"> <p>RECEIVED</p> <p>MAR 10 2015</p> <p>KENTUCKY HORSE RACING COMMISSION</p> </div>			
www.cranelandscaping.com		Total	\$8,900.00

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KENTUCKY HORSE
RACING COMMISSION

EXHIBIT E

Project #5 - Churchill Downs Barn Area Heater Replacement



Backside_HMC.pdf



Hussung Mechanical Contractors, Inc.

- PLUMBING
- HVAC
- BUILDING AUTOMATION
- PROCESS PIPING

6913 Enterprise Drive
Louisville, Kentucky 40214
(502) 375-3500

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KENTUCKY HORSE
RACING COMMISSION

✓ Barn 48 - Room A: Replaced heat chamber on heater that had a crack / I had crack in stack, took 2.0 hrs 2-24-15

Barn 47 - Room K: Needs a new small heater, small room small heater.

Barn 46 - Room E: has a crack in heat chamber

✓ Barn 34 - Room D: Removed old bad heater & installed a new one.

Barn 33 - Room H: Needs a new big heater

Barn 32 - Room: has a crack in heat chamber

Barn 27 - Room C: Needs a new gas valve

Barn 24 - Room D: Needs a new heat chamber

✓ Barn 22 - Room F: Removed old bad heater & installed a new one 2-25-15

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MAR 10 2015

KENTUCKY HORSE
RACING COMMISSION

Barn 21 - Room C: Removed old bad heater
& replaced with a new one 2-26-15

Barn 19 - Room C: Needs a new floor model
heater, I have one in stock, should take 20 hrs.

Barn 9 - Room B: Needs a new heat chamber

Barn 5 - Room B: Needs a new heater, going
to use small heater, room is small

Barn 5 - Room C: Needs a new heater, going
to use small heater, room is small

* Small Heater \$785 - 3.0 hrs labor @ \$70 hrs = \$210
\$995 -

* Large Heaters \$885 - 3.0 hrs labor @ \$70 hr = \$210
\$1,095 -

* Having trouble getting replacement heat
chambers from supplier, may have to
replace large heaters with heat chambers
with cracks

STEVE BESHEAR
GOVERNOR



AMBROSE WILSON IV
SECRETARY

PUBLIC PROTECTION CABINET

ROBERT M. BECK, JR.
CHAIRMAN

KENTUCKY HORSE RACING COMMISSION

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

TO: ALL COMMISSION MEMBERS

FROM: Jamie H. Eads, Director, Division of Incentives & Development

DATE: March 19, 2015

SUBJECT: KTDF PURSE STRUCTURE – CHURCHILL DOWNS SPRING MEET

On March 16, 2015 the KHRC received the attached letter from Churchill Downs with its upcoming 2015 spring meet KTDF purse structure.

KHRC staff confirms that at the end of the 2014 fall meet, Churchill Downs had a surplus of \$152,061. Churchill Downs proposed KTDF purses in the range of \$1.1 - \$1.3 million. Churchill Downs projections are based on a payout of approximately 85% of the amount carded and daily earnings of \$28,296.

The KTDF Advisory Committee met & reviewed the proposal on March 19, 2015.

Approval is recommended.

COMMISSION ACTION

_____ Approved

_____ Deferred

_____ Denied





March 19, 2015

KTDF Advisory Committee of the
Kentucky Horse Racing Commission
4063 Iron Works Parkway
Building B
Lexington, Kentucky 40511



Committee Members:

Churchill Downs has reviewed our KTDF data and would like to card KTDF purses in the range of \$1,100,000 to \$1,300,000 for our upcoming spring meet. We have based the range on the following information:

1. Churchill Downs had a balance of \$151,614 at the end of our 2014 fall meet, partially due to the benefit of receiving \$300,000 in additional funds from the 2014 EDRC transfer.
2. Our 2015 Spring meet will consist of 38 racing days, consistent with the 2014 meet. We are projecting daily earnings of \$28,296, which is 2.5% lower than the \$29,022 earned in 2014 due to anticipated declines in handle consistent with industry trends.
3. In the 2014 Spring meet we offered \$1,398,700 in KTDF purses and paid \$1,187,461 in KTDF purses, thus yielding an 85% payout ratio. For 2015, we are assuming a flat KTDF payout percentage of 85%.
4. To encourage participation, during the spring meet, we are again planning to pay KTDF purses from first to last to all eligible horses.

Please contact either of us should you have any questions or need additional information.

Sincerely,

Ben Huffman
Racing Secretary

Drew Cantrell
Senior Director of Finance

STEVE BESHEAR
GOVERNOR



AMBROSE WILSON IV
SECRETARY

PUBLIC PROTECTION CABINET

ROBERT M. BECK, JR.
CHAIRMAN

KENTUCKY HORSE RACING COMMISSION

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

TO: ALL COMMISSION MEMBERS

FROM: Jamie H. Eads, Director, Division of Incentives & Development

DATE: February 9, 2015

SUBJECT: KTDF PURSE STRUCTURE – KEENELAND SPRING MEET

On January 26, 2015 the KHRC received the attached letter from Keeneland Association with its upcoming 2015 spring meet KTDF purse structure. At the July Commission meeting, Keeneland was approved for incremental funding of \$300,000 to be used during the 2014 fall meet and 2015 spring meet. This funding is the result of the legislation that transferred \$1 million from the EDRC to the KTDF. Keeneland Association spent approximately one-half of the incremental funding during the 2014 fall meet.

KHRC staff confirms that at the end of the 2014 fall meet, Keeneland had a surplus of \$153,178. Keeneland proposed KTDF purses in the range of \$630,000. Keeneland projections are based on a payout of approximately 74% of the amount carded and daily earnings of \$24,243.

The KTDF Advisory Committee met & reviewed the proposal on January 28, 2015. Approval is recommended.

COMMISSION ACTION

_____ Approved

_____ Deferred

_____ Denied





Keeneland Association, Inc.
1201 Versailles Road
Lexington, KY 40510
P.O. Box 1690
Lexington, KY 40588-1690
859 251-5112 Tel
800 356-5112
859 288-1548 Fax
www.keeneland.com

January 26, 2015

KTDF Committee of the
Kentucky Horse Racing Commission
4063 Iron Works Parkway
Lexington, KY 40511

Dear Committee Members:

Keeneland has reviewed our KTDF data and would like to card approximately \$630,000 in KTDF money for our upcoming April meet. We have determined this number based on the following information:

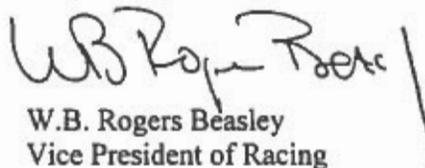
1. We had a surplus of \$153,178 following the conclusion of the October meet. Out of the initial \$300,000 EDRC payout, we spent approximately one-half during the fall.
2. Assuming a 5% decline in handle, we are projecting approximate daily earnings of \$24,243.
3. We are assuming a payout percentage of approximately 74% of the amount carded;
4. We anticipate that KTDF purses will be approximately 15.5% of the purses for the races that are eligible for KTDF.

Keeneland will pay out KTDF funds through last place. A table containing the payout percentage by field size is attached.

We will evaluate the earnings and payout percentages several days into our race meet and may need to make adjustments if our actual earnings and payout percentages are significantly different from our assumptions.

Please contact me if you have any questions or need additional information.

Respectfully submitted,


W.B. Rogers Beasley
Vice President of Racing

1 PUBLIC PROTECTION CABINET

2 KENTUCKY HORSE RACING COMMISSION

3 (New Administrative Regulation)

4 810 KAR 1:300. International medication protocol as a condition of a race

5 RELATES TO: KRS 230.210, 230.215, 230.240, 230.260, 230.290, 230.320

6 STATUTORY AUTHORITY: KRS 230.215, 230.240, 230.260, 230.290, 230.320

7 NECESSITY, FUNCTION, AND CONFORMITY: KRS 230.215(2) authorizes the Kentucky Horse
8 Racing Commission to promulgate administrative regulations prescribing conditions under
9 which all legitimate horse racing and wagering thereon is conducted in Kentucky. KRS
10 230.240(2) requires the commission to promulgate administrative regulations restricting or
11 prohibiting the administration of drugs or stimulants or other improper acts to horses prior to
12 the horse participating in a race. This administrative regulation authorizes licensed racing
13 associations to require adherence to International Medication Protocol, as defined, as a
14 condition of entry in a particular race.

15 Section 1. Definitions. "International Medication Protocol" means a condition of a race
16 that all horses nominated or entered to compete in the race shall not be administered
17 furosemide less than twenty-four (24) hours prior to post time for the race.

18 Section 2. Notwithstanding any other provision of 810 KAR Chapter 1 to the contrary, an
19 association may require adherence to the International Medication Protocol as a condition of a
20 particular race. The association shall publish the requirement in its condition

1 book or otherwise make the requirement known to all licensees participating in its race
2 meeting. The horses entered to compete in any such race shall not be eligible to receive
3 furosemide less than twenty-four (24) hours prior to post time for the race. All matters related
4 to sample collection, ownership, storage, shipment, chain of custody, testing, and reporting and
5 other applicable provisions shall be done in accordance with 810 KAR 1:018, 810 KAR 1:028,
6 and 810 KAR 1:130.

7 Section 3. Penalties. If the commission laboratory determines the presence of furosemide
8 at a concentration of greater than 100 picograms/ml in a serum sample, derived post-race from
9 a horse that is not eligible to receive furosemide pursuant to this administrative regulation, it
10 shall be prima facie evidence that furosemide was administered to the horse in violation of this
11 administrative regulation. Violations of this administration regulation shall be subject to the
12 penalties provided in 810 KAR 1:028 for Class C drug violations.

13 Section 4. To the extent of any conflict between a provision in this administrative
14 regulation and a provision in any other administrative regulation contained in 810 KAR Chapter
15 1, the provisions in this administrative regulation shall supersede.



PUBLIC PROTECTION CABINET

ROBERT M. BECK, JR.
CHAIRMAN

KENTUCKY HORSE RACING COMMISSION

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

TO: ALL COMMISSION MEMBERS

FROM: Jamie H. Eads, Director, Division of Incentives & Development

DATE: January 8, 2015

Subj.: Kentucky Horse Breeders' Incentive Fund: Period IV applications: 2015-2017

On January 7, 2015 the advisory committee for the Kentucky Horse Breeders' Incentive Fund (KHBIF) met and reviewed applications for the KHBIF. Eleven (11) applications were submitted for the period covering 2015-2017 and five (5) of the applications were approved at the January 15 Commission meeting.

On March 10, 2015 the advisory committee members met and reviewed the remaining six applications. Applications were reviewed based on the criteria set forth by the KHBIF statutes, regulations and mission of the fund. Behind this memorandum is a copy of the statute (KRS 230.804) and regulation (811 KAR 2:120).

KHBIF Advisory Committee members:

Edward S. Bonnie, Chair, representing the Commission
Jane Atkinson, appointed by the Commission
Frank Penn, representing K.E.E.P.

Application requirements:

1. Received on or prior to November 3, 2014. (Deadline extended to Monday due to 11/1 falling on a Saturday in 2014).
2. Award distribution plan & scoring method.
3. Identity of the scoring body.
4. Rules of contest.
5. Letter from national breed registry certifying that the Kentucky affiliate (the applicant) (a) is the recognized representative in Kentucky of that breed, (b)

certifying the number of horses in the breed residing in Kentucky twenty-five years and younger and (c) the registry is a closed breed registry with pure traceable bloodlines.

Pursuant to 811 KAR 2:120 section 3(4), the KHBIF will split the monies proportionally among the breeds. The amount allocated to each breed is calculated by dividing the number of horses of the breed 25 years of age and younger, residing in Kentucky and certified by the national registry, by the total number of horses from all Kentucky affiliates. The resulting fraction will be multiplied by the monies collected to give each breed their total dollar figure award from the fund.

For illustrative purposes, I have included a mock award distribution for all eleven (11) applicants and have estimated a distribution of \$850,000. The affiliates listed in *italics* have been approved and the affiliates listed in **bold** are presented today for consideration.

PERIOD IV: 2015, 2016, 2017				
Based on Allocation of \$850,000				
	<u>Number</u>	<u>Breed</u>	<u>%</u>	<u>\$\$</u>
	34,525	<i>Kentucky Quarter Horse Association</i>	27.17%	\$230,953
	9,906	<i>Kentucky Saddlebred Owners and Breeders Association</i>	7.80%	\$66,266
	1,684	<i>South Central Hackney Association</i>	1.33%	\$11,265
	34,183	<i>Kentucky Walking Horse Breeders Incentive Fund</i>	26.90%	\$228,665
	2,087	<i>Mountain Pleasure Horse Association</i>	1.64%	\$13,961
	2,810	Kentucky Appaloosa Owners Association, Inc.	2.21%	\$18,797
	4,404	Kentucky Arabian & Half Arabian Breeders Alliance	3.47%	\$29,460
	6,284	Kentucky Miniature Horse Breeders Club	4.95%	\$42,036
	14,756	Kentucky Mountain Saddle Horse Association of KY	11.61%	\$98,709
	9,975	Kentucky Paint Horse Club	7.85%	\$66,727
	6,452	Rocky Mountain Horse Association	5.08%	\$43,160
TOTAL:	127,066		100.00%	\$850,000

I. KENTUCKY APPALOOSA OWNERS ASSOCIATION (KApOA)

Application requirements:

1. Received on or prior to November 3, 2014: KApOA application was received on 11/03/14.
2. Award distribution plan & Scoring Method:
 - a. 10% set aside for stallion owners; 100% of remaining funds divided as follows: 25% for weanling futurity, 50% to the open & regional show participants & 25% to the saddle log program.

- b. Saddle Log Program: (25%): winners are determined by total hours on the trail and judged trail rides.
 - c. Show Placing Points: Follow ApHC Rule 701
 - d. Points can be earned inside or outside of KY.
3. Identity of the scoring body.
- a. KApOA Point Keeper Barbara Dixon & Mark McCauley, KApOA trail point keeper.
4. Rules of contest. On file in the division.
- a. Kentucky-bred Appaloosa is a foal resulting from the breeding of a mare to a stallion standing the entire breeding season in the state of KY and the mare foaling in KY; the resulting foal must be verified by a veterinarian within 48 hours of birth.
5. Letter from national breed registry
- a. Certifying that the Kentucky affiliate (the applicant) is the recognized representative in Kentucky of that breed. ApHC recognizes KApOA has the official Kentucky representative.
 - b. Certifying the number of horses twenty-five (25) years of age and younger in the breed residing in Kentucky. ApHC reports 2,810 appaloosa's in Kentucky twenty-five years (25) of age and younger.
 - c. The registry is a closed breed registry with pure traceable bloodlines. ApHC verifies bloodline requirements and characteristics must be met in order to be a registered Appaloosa.

COMMITTEE ACTION

_____ Approved

_____ Denied

_____ Deferred

II. KENTUCKY ARABIAN & HALF-ARABIAN BREEDERS ALLIANCE (KAHABA)

Application requirements:

- 1. Received on or prior to November 3, 2014. KAHABA application was received on 10/27/14.
- 2. Award distribution plan & scoring method. Horses can earn money through the Participation Point Program, High Point Program, KAHABA Bonus Point Program and the KAHABA Production Class Program. Horses can also earn money in the Distance Division.

- a. Participation Point Program: One participation point per horse show at any KY Association of Fairs & Horse Shows offering Arabian classes.
 - b. High Point Program: divisions are Sport Horse, English, Halter, Western, Hunter & Specialty. 1st place – 4th place are awarded points.
 - c. Bonus Point Program: Bonuses classes offered at AHA approved shows offer bonus points for finishing 1st – 4th place.
 - d. Production Points Program: Points are earned at approved production programs for horses finishing 1st – 4th.
 - e. Distance Division: Includes Competitive Trail, Endurance, Ride and Tie and Mounted Orienteering. Points are earned according to AHA's online system and horses can only earn a maximum of 15 points in the Distance Division.
3. Identity of the scoring body. Arabian Horse Association and the Kentucky Fairs Horse Show Association.
4. Rules of contest. On file in the division.
- a. Kentucky-bred: Horses must be foaled in KY, the foaling mare must have resided in KY 90 days prior to foaling and the stallion must have been registered with KAHABA nominated stallion.
5. Letter from national breed registry
- a. Certifying that the Kentucky affiliate (the applicant) is the recognized representative in Kentucky of that breed. AHA recognizes KAHABA as the representative in Kentucky.
 - b. Certifying the number of horses twenty-five (25) years of age and younger in the breed residing in Kentucky. AHA certifies there are 4,404 registered AHA horses in Kentucky twenty-five (25) years of age and younger.
 - c. The registry is a closed breed registry with pure traceable bloodlines. AHA certifies the purebred Arabian and Half-Arabian registry is closed.

COMMITTEE ACTION

_____ Approved

_____ Denied

_____ Deferred

III. KENTUCKY MOUNTAIN SADDLE HORSE ASSOCIATION OF KENTUCKY (KMSHA-KY)

Application requirements:

1. Received on or prior to November 3, 2014. KMSHA-KY application was received on 10/27/14.
2. Award distribution plan & scoring method. Foals born prior to 2013 are eligible no matter where foal was born. Points are earned by showing and placing 1st – 3rd at AA Horse Shows & the International Grand Championship Show, Versatility Shows & Events and the KMSHA Futurity. Horse must compete in at least one-half of the classes offered each year in order for the points to count. At least 40% of the total KHBIF Monies will be allocated to the KMSHA Futurity, 10% to KY nominated sires, 25% to show mares/geldings and 25% to show/breeding stallions.
3. Identity of the scoring body. KMSHA is the official scoring body for the KMSHA-KY.
4. Rules of contest. On file with the division and available on www.kmshaofky.com.
 - a. Kentucky-bred: Beginning in 2013, horses must foal in KY, foaling mare must be bred to a KMSHA stallion & stallion must stand in KY.
5. Letter from national breed registry
 - a. Certifying that the Kentucky affiliate (the applicant) is the recognized representative in Kentucky of that breed: KMSHA certifies KMSHA KY is the official affiliate in Kentucky for the Mountain Saddle.
 - b. Certifying the number of horses twenty-five (25) years of age and younger in the breed residing in Kentucky. KMSHA certifies 14,756 KMSHA horses reside in Kentucky twenty-five years (25) of age and younger.
 - c. The registry is a closed breed registry with pure traceable bloodlines. KMSHA submitted a letter certifying KMSHA maintains a closed breed registry.

COMMITTEE ACTION

_____ Approved

_____ Denied

_____ Deferred

IV. KENTUCKY MINIATURE HORSE BREEDERS (KMHB)

Application requirements:

1. Received on or prior to November 3, 2014. The KMHB application was received on 10/31/14.
2. Award distribution plan & scoring method. Points are earned & calculated according to AMHA Rule book. KHBIF monies are divided 10% to stallion owner, 10% to breeder and 80% to the owner.
3. Identity of the scoring body. AMHA sanctioned shows judged by AMHA approved judges.
4. Rules of contest. On file in the division and available on website <http://www.kentuckyminiaturehorsebreeders.org/Rules.html>.
 - a. Kentucky bred: Horse must be conceived & foaled in KY, mare must be bred in KY and return to KY a minimum of 45 days prior to foaling and stallion must stand in KY the entire breeding season.
5. Letter from national breed registry
 - a. Certifying that the Kentucky affiliate (the applicant) is the recognized representative in Kentucky of that breed. AMHA certifies KMHB is the official affiliate in Kentucky.
 - b. Certifying the number of horses twenty-five (25) years of age and younger in the breed residing in Kentucky. AMHA certifies there are 6,284 miniature horses in Kentucky twenty-five (25) years of age and younger.
 - c. The registry is a closed breed registry with pure traceable bloodlines. AMHA certifies the registry & stud book is closed effective December 31, 1987.

COMMITTEE ACTION

_____ Approved

_____ Denied

_____ Deferred

V. KENTUCKY PAINT HORSE CLUB (KPHC)

Application requirements:

1. Received on or prior to November 3, 2014. KPHC application was received on 11/03/14.

2. Award distribution plan & scoring method. Points earned through APHA Race & Show performance. KHBIF monies will be distributed 70% to the owner, 15% to the breeder and 15% to the stallion owner.
3. Identity of the scoring body. APHC & KPHC will be responsible for allocating points.
4. Rules of contest. On file in the division and available on the website http://kyphc.org/sites/default/files/KentuckyPaintHorseIncentiveFundProgram2009_0.pdf.
 - a. Kentucky bred: Horse must be result of mare that foaled in KY and sire stood in KY for entire breeding season.
5. Letter from national breed registry
 - a. Certifying that the Kentucky affiliate (the applicant) is the recognized representative in Kentucky of that breed. APHA certifies KPHC is the official affiliate in Kentucky.
 - b. Certifying the number of horses twenty-five (25) years of age and younger in the breed residing in Kentucky. APHA certifies there are 9,975 Paint horses twenty-five (25) years of age and younger in Kentucky.
 - c. The registry is a closed breed registry with pure traceable bloodlines. APHA certifies the registry is closed with strict breed restrictions only accepting Paint, Quarter Horse and Thoroughbred bloodlines.

COMMITTEE ACTION

_____ Approved

_____ Denied

_____ Deferred

VI. ROCKY MOUNTAIN HORSE KENTUCKY BREEDERS ASSOCIATION (RMHKBA)

Application requirements:

1. Received on or prior to November 3, 2014. RMHA application was received on 10/31/14.
2. Award distribution plan & scoring method. Points are allocated to participation points, placement points in RMHA shows (A, B or C) and placement points in sanctioned RMHA non-show events (ACTHA, AOC, CTC & designated versatility events). KHBIF monies will be 100% allocated to participation and performance points. Sires & Dams of the participating horses are eligible to earn 10% of their offspring's allocation if the sire & dam

are properly nominated. Points can be earned at events inside and outside KY.

3. Identity of the scoring body. A, B & C sanctioned events will be judged according to the RMHA Rule Book. All Trail & Versatility events will be judged by the sanctioning body of that event.
4. Rules of contest. On file with the division and available on the website http://www.rmhorse.com/laws_rules.html.
 - a. Kentucky-bred: Horse conceived and foaled in KY; mare must be inside KY at least 45 days prior to giving birth and sire must have stood breeding season in KY.
5. Letter from national breed registry
 - a. Certifying that the Kentucky affiliate (the applicant) is the recognized representative in Kentucky of that breed. RMHA certifies RMHKBA is the only recognized affiliate in Kentucky.
 - b. Certifying the number of horses twenty-five (25) years of age and younger in the breed residing in Kentucky. RMHA certifies there are 6,452 Rocky Mountain horses twenty-five (25) years of age and younger in Kentucky.
 - c. The registry is a closed breed registry with pure traceable bloodlines. RMHA certifies the registry is closed and in order to be registered the horse must show proof both the sire and dam are registered & certified Rocky Mountain horses.

COMMITTEE ACTION

_____ Approved
_____ Denied
_____ Deferred

STEVE BESHEAR
GOVERNOR



AMBROSE WILSON IV
SECRETARY

PUBLIC PROTECTION CABINET

ROBERT M. BECK, JR.
CHAIRMAN

KENTUCKY HORSE RACING COMMISSION

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

March 13, 2015

Members of the Kentucky
Horse Racing Commission
4063 Iron Works Parkway, Building B
Lexington, KY 40511

Dear Commissioners:

The Kentucky Horse Breeders' Incentive Fund ("KHBIF") was established in 2005 to provide rewards for breeders or owners of non-race horses bred and foaled in Kentucky. Per the regulation, the Fund operates on a three-year-cycle and provides awards for multiple breeds. The advisory committee is charged with advising and assisting the Kentucky Horse Racing Commission ("Commission") with the application process and is to provide the Commission with a recommendation to approve, deny or defer each applicant.

The advisory committee met on January 7 and March 10, 2015 to review the eleven applications. The advisory committee recommended approval of five of those applications at the January Commission meeting and the remaining six applications were deferred pending receipt of additional information from the applicants. The advisory committee is recommending approval of the other six applicants to the Commission at the March meeting. All of the approved applicants will be participating in the KHBIF for three-years with an ending date of December 31, 2017.

Throughout the review process, the advisory committee faced some challenges when assessing the applications against the requirements of the regulation. In light of that, the advisory committee feels that a comprehensive review of the regulation is appropriate. With your support and permission, the



advisory committee would like to begin this process so as to ensure efficient and effective administration of the fund.

Respectfully,

/s/ Edward S. "Ned" Bonnie

Edward S. "Ned" Bonnie, Chair

/s/ Jane Atkinson

Jane Atkinson, Member

/s/ Frank Penn

Frank Penn, Member

cc: Kentucky Appaloosa Owners Association
Kentucky Arabian & Half Arabian Breeders Alliance
Kentucky Mountain Saddle Horse Association
Kentucky Miniature Horse Breeders Club
Kentucky Paint Horse Club
Kentucky Quarter Horse Association
Kentucky Rocky Mountain Horse Association
Kentucky Saddlebred Owners & Breeders Association
Kentucky Walking Horse Association
Mountain Pleasure Horse Association
South Central Hackney Association

1 PUBLIC PROTECTION CABINET

2 KENTUCKY HORSE RACING COMMISSION

3 (Amendment)

4 810 KAR 1:090. Kentucky Thoroughbred Development Fund.

5 RELATES TO: KRS 138.510, 230.225(5)(c), 230.400

6 STATUTORY AUTHORITY: KRS 230.400

7 NECESSITY, FUNCTION AND CONFORMITY: KRS 230.400 establishes the Kentucky
8 Thoroughbred Development Fund and authorizes the Kentucky Horse Racing Commission to
9 promulgate administrative regulations as may be necessary to carry out its provisions and
10 purposes. This administrative regulation establishes standards for eligibility and the
11 administration of payments from the Kentucky Thoroughbred Development Fund.

12 Section 1. Definitions. (1) "Applicant" means the qualified entity who registers the foal or
13 horse with the KTDF official registrar.

14 (2) "Historical horse race handle" means monies wagered at a licensed Kentucky
15 association on historical horse races as defined in 810 KAR 1:001 Section 1(30).

16 ~~(33)~~ "Intra-state wagering" means monies wagered at a Kentucky thoroughbred
17 association on thoroughbred races conducted at another Kentucky association.

18 ~~(34)~~ "Inter-state wagering" means monies wagered from a Kentucky thoroughbred
19 association on thoroughbred races conducted outside of Kentucky.

20 ~~(45)~~ "KTDF" means the Kentucky Thoroughbred Development Fund.

1 | ~~(65)~~ "KTDF Advisory Committee" means the committee established by KRS 230.400(2) to
2 | advise and assist the KHRC in the development of a supplemental purse program pursuant to
3 | KRS 230.400(3)(a).

4 | ~~(76)~~ "KTOB" means the Kentucky Thoroughbred Owners and Breeders, Inc.

5 | ~~(87)~~ "Live racing handle" means the monies wagered by individuals present on association
6 | grounds on thoroughbred races physically conducted on association grounds.

7 | ~~(89)~~ "Nonlive racing handle" means the monies wagered at an association located in
8 | Kentucky on thoroughbred races not physically conducted at the association's grounds.

9 | ~~(109)~~ "Official Registrar" means the association recognized and designated as the sole
10 | official registrar of the KTDF for the purpose of registering Kentucky thoroughbred stallions and
11 | Kentucky bred thoroughbreds in accordance with KRS 230.400.

12 | Section 2. KTDF Monies Earned. (1) One live thoroughbred association.

13 | (a) Live racing handle. An association conducting live racing shall earn KTDF money to be
14 | deposited in the KTDF account for that association in the amount of 0.75 percent of the total
15 | live racing handle pursuant to KRS 138.510(1).

16 | (b) Nonlive racing handle. An association conducting live racing shall earn KTDF money to
17 | be deposited in the KTDF account for that association in the amount of two (2) percent of the
18 | total nonlive racing handle pursuant to KRS 138.510(2).

19 | (2) More than one (1) live thoroughbred association. Unless there is an agreement among
20 | the thoroughbred associations conducting live racing to the contrary, if two (2) or more
21 | thoroughbred associations are conducting live racing on the same day, the monies earned from
22 | the handle for that day shall be divided as follows:

1 (a) The association conducting the live racing shall earn KTDF money to be deposited in
2 the KTDF account for that association in the amount of 0.75 percent of that association's live
3 racing handle pursuant to KRS 138.510(1).

4 (b) The Intra-state wagering monies shall be allocated to that Kentucky thoroughbred
5 association on which the wagering is placed for purposes of calculating that association's KTDF
6 earnings.

7 (c) Inter-state wagering monies originating from an association conducting live
8 thoroughbred racing shall be allocated to that association for purposes of calculating that
9 association's KTDF earnings.

10 (d) Inter-State wagering monies from all other Kentucky associations shall be divided
11 evenly among the associations conducting live racing.

12 (3) Historical horse race handle. An association offering wagering on historical horse races
13 shall earn KTDF money to be deposited in the KTDF account for that association as provided by
14 KRS 138.510(1).

15 Section 3. KTDF Reconciliation. (1) Each association shall file with the commission a copy
16 of the pari-mutuel tax form filed with the Department of Revenue, along with a copy of the
17 check submitted for each report. These reports shall be filed weekly.

18 (2) Each association shall report to the commission the actual KTDF purse distribution no
19 later than fifteen (15) calendar days after the last day of a live race meeting.

20 (3) The commission shall on a monthly basis reconcile the weekly reports submitted by
21 the association with the Department of Revenue's reports and deposits.

1 (4) If at the close of a live race meet, an association has a balance of monies earned for
2 that meet which has not been distributed in actual KTDF purse distribution, then the
3 association may choose one of the following options to distribute the remaining balance,
4 subject to the recommendation approval of the KTDF Advisory Committee and the approval of
5 the commission:

6 (a) Use KTDF monies previously earned to supplement purses at future live racing meets
7 held by that association; or

8 (b) Use KTDF monies previously earned to supplement purses already distributed at the
9 last live racing meet held by the association to the recipients of the original purse allocations.

10 (5) If at the close of a live race meet, an association offering wagering on historical horse
11 aces has a balance of KTDF monies earned from historical horse race wagers, which has not
12 been distributed in actual KTDF purse distribution, then the association may choose one of the
13 following options to distribute a portion of, the balance, subject to the recommendation of the
14 KTDF Advisory Committee and the approval of the commission:

15 (a) Use the historical horse race KTDF monies previously earned to supplement purses at
16 future live racing meets held by that association; or

17 (b) Use historical horse race KTDF monies previously earned to supplement purses already
18 distributed at the last live racing meet held by the association to the recipients of the original
19 purse allocations; or

20 (c) Use historical horse race KTDF monies previously earned to supplement purses at
21 another licensed thoroughbred Kentucky racetrack.

1 | (6) Reasonable and customary administrative charges for time spent reconciling the KTDF
2 | account shall be charged to each association by the commission based on the percentage of
3 | funds generated by each association for the previous calendar year.

4 | (67) An association, at its option, may pay advertising charges billed to the association by
5 | the KTOB from the association's KTDF available balance.

6 | (78) Each association shall sign an agreement stating that it accepts and agrees with the
7 | reconciliation prior to reimbursement of any KTDF funds.

8 | Section 4. Purse Structure. Each association shall submit its KTDF purse structure proposal
9 | to the KTDF Advisory Committee for approval at least forty-five (45) days prior to the opening
10 | day of the live racing meet. The KTDF Advisory Committee shall review the proposed purse
11 | structure and make a recommendation to the commission whether or not to approve the
12 | proposed purse structure based upon the best interests of Kentucky racing.

13 | Section 5. Consent to Investigate by KTDF Applicants. The filing of a registration with the
14 | official registrar shall authorize the KTDF Advisory Committee and commission to investigate
15 | and verify information provided by the Applicant.

16 | Section 6. Denial or Revocation of Registration. (1) The KTDF Advisory Committee may
17 | recommend to the commission to deny or revoke the registration of a horse to the KTDF if the
18 | Applicant:

19 | (a) Provides the official registrar of the KTDF, the KTDF Advisory Committee, or the
20 | commission with incorrect, false, or misleading information concerning the registration of a foal
21 | or horse; or

22 | (b) Violates this administrative regulation in any other manner.

1 (2) An applicant who provides incorrect, false, or misleading information concerning the
2 registration of a foal or horse or violates this administrative regulation in any other manner
3 shall be subject to the following penalties:

4 (a) Denial or revocation of the registration of the horse with the KTDF; or

5 (b) A bar of the applicant from registering foals or horses to the KTDF for a period of one
6 (1) to five (5) years, based on the seriousness of the violation, beginning with the year in which
7 the violation occurred.

8 (3) A second or subsequent violation of this administrative regulation may result in a
9 lifetime bar of the applicant from being eligible to receive KTDF monies.

10 (4) The denial or revocation of the registration of a horse to the KTDF, and a bar of the
11 applicant from registering foals or horses to the KTDF shall be subject to appeal and
12 adjudication in accordance with 810 KAR 1:029 and KRS Chapter 13B.



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Fax (859) 233-9737
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March 9, 2015

Katherine Paisley, Esq.
Kentucky Horse Racing Commission
4063 Iron Works Parkway
Lexington, KY 40511
United States of America

Dear Ms. Paisley:

Please be advised the directors of Kentucky Thoroughbred Owners & Breeders (KTOB) considered the new language in 810 KAR 1:090 at our March 9th meeting.

We are supportive of these changes, and believe the ability to move unspent KTDF funds to other tracks is positive for our horsemen.

We expect the tracks to work in a collaborative manner to ensure the KTDF funds are used to recruit fuller fields of better Kentucky-bred horses from out-of-state.

Sincerely,

Chauncey Morris
Executive Director

Kentucky Horsemen's Benevolent and Protective Association, Inc.



Rick Hiles
President

Frank L. Jones, Jr.
Vice President

Dale Romans
2nd Vice President

OWNER

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Kenneth McPeck
Dale Romans

1st Alternate:

John Hancock

March 13, 2015

Katherine Paisley, Esq.

Kentucky Horse Racing Commission

4063 Iron Works Pkwy.

Lexington, Ky. 405122

Dear Katherine:

This is to inform you that Rick Hiles, President of the Kentucky Horsemen's Benevolent and Protective Association (KHBPA), and a majority of the board have responded to my memorandum regarding the new language in 810 KAR 1:090.

They support the changes that the KTDF Advisory approved during a recent meeting regarding the new language in 810 KAR 1:090.

The changes will enable tracks with surplus KTDF revenue from historic racing flexibility in the distribution of said funds.

Sincerely,

Martin A. Maline

Executive Director, KHBPA

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
14-0001	1/5/2014	12/13/2013	Joe L Laugherty	Flunixin (sample #0037466)	C	\$ 200	Paid	
14-0002	1/5/2014	12/19/2014	Roberto Morales	Withdrew appeal of ruling #13-0144				Suspended five racing days (1/10/2014-1/18/2014, excluding 1/13/2014-1/16/2014)
14-0003	1/11/2014	1/11/2014	J Guadalupe Coronado	Failure to have attendant present during Furosemide administration for MENDOZA BURNS		\$ 100	Paid	
14-0004	1/12/2014	12/8/2014	Ronald Shane Burch	Omeprazole (sample #0037387)	D	Warning		
14-0005	1/19/2014	12/30/2013	William R Helmbrecht	Pheylbutazone (sample #0037857)	C	\$ 500	Paid	
14-0006	1/19/2014	1/3/2014	Larry W Holt	Flunixin (sample #0037976)	C	\$ 250	Paid	
14-0007	1/24/2014	11/16/2013	Wayne M Catalano	Methocarbamol (sample #0036805)	C	\$ 500	Paid	
14-0008	1/31/2014	12/14/2013	Lesalene Pompell	Diphenhydramine (sample #0037484)	B	\$ 500	Paid	Suspended 15 days (2/10/2014-2/24/2014, inclusive)
14-0009	2/6/2014	12/14/2013	GUMBO LIMBO	Diphenhydramine (sample #0037484)	B			Horse disqualified and all purse money forfeited.
14-0010	2/6/2014	1/26/2014	Anthony L Scott	Disorderly conduct		\$ 500	Paid	
14-0011	2/6/2014	2/2/2014	Tyler Woodley	Failure to conduct business in a proper manner (failed to report correct weight)		\$ 100	Paid	

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
14-0012	2/23/2014	2/2/2014	Rodney C Faulkner	Flunixin (sample #0039134)	C	\$ 250	Paid	
14-0013	2/23/2014	2/1/2014	Robert Joe Woodard	Omeprazole Sulfide (sample #0039088)	D	Warning		
14-0014	2/28/2014	2/8/2014	James Patrick Bends	Phenylbutazone (sample #0039206)	C	Warning		
14-0015	3/13/2014	3/13/2014	Peggy Pate	Owner/Trainer license rescinded without prejudice, Jockey Agent license issued.				Discontinuance of activity for which original license was issued.
14-0016	3/22/2014	2/21/2014	Robert Joe Woodard	Omeprazole Sulfide (sample #0039245)	D	Warning		
14-0017	3/26/2014	3/26/2014	Siggy R Golibrzuch	Tested positive for a controlled substance (first offense)				Suspended beginning March 26, 2014. Eligibility to obtain a license contingent upon evaluation and compliance with the course of treatment ordered by an approved professional in the field of addictive or substance abuse disorders and ability to provide a negative drug test.
14-0018	3/26/2014	3/1/2014	Sergio Baez	Possession of an injectable substance and several improperly labeled prescription medications				Suspended 30 days (4/6/14 thru 5/5/14, inclusive)
14-0019	4/5/2014	2/23/2014	Maria E Pinzon	Pheylbutazone & Flunixin (sample #0039328)	C	\$ 250	Paid	

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
14-0020	4/6/2014	3/15/2014	Luis A Jurado	Pheylbutazone & Flunixin (sample #0039587)	C	\$ 250	Paid	
14-0021	4/9/2014	4/6/2014	Marcelino Pedroza, Jr	Overly aggressive riding				Suspended 5 days (4/10/14 thru 4/16/14, excluding 4/14/2014 & 4/15/2014)
14-0022	4/9/2014	4/9/2014	Marcelino Pedroza, Jr	Failure to be present for viewing of the films		\$ 100	Paid	
14-0023	4/10/2014	3/15/2014	Ronan B Cunningham	Methocarbamol & Naproxen (sample #0039585)	C	\$ 500	Paid	Suspended 5 days (4/14/14 thru 4/18/14, inclusive).
14-0024	4/10/2014	3/15/2014	RANGER ANNIE	Methocarbamol & Naproxen (sample #0039585)	C			Disqualified and all purse money forfeited. All purse monies must be returned to the association.
14-0025	4/10/2014	4/10/2014	Kenneth G McPeek	Failure to conduct business in a proper manner		\$ 250	Paid	
14-0026	4/13/2014	4/10/2014	Javier Castellano	Careless riding				Suspended 3 days (4/16/14 thru 4/18/14, inclusive)
14-0027	4/17/2014	4/16/2014	Luis A Barragan	Disorderly Conduct (positive drug test)				Suspended pending your appearance before the Board of Stewards
14-0028	4/18/2014	3/26/2014	Siggy R Golibrzuch	Restored to good standing				Ability to obtain a license contingent upon your compliance with the course of treatment ordered and ability to provide a negative drug test.

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING		
14-0029	4/22/2014	4/18/2014	Leandro R Goncalves	Careless riding				Suspended 3 days (4/23/14 thru 4/25/14, inclusive)
14-0030	4/30/2014	4/26/2014	Rosie Napravnik	Careless riding				Suspended 4 days (5/8/14 thru 5/11/14, inclusive)
14-0031	5/2/2014	4/30/2014	Eoin G Harty	Failure to conduct business in a proper manner (improper scratch)		\$ 250	Paid	
14-0032	5/7/2014	3/15/2014	Stephanie Eilers	Phenylbutazone (sample #0039588)	C	\$ 250	Paid	
14-0033	5/14/2014	3/30/2014	Carlos A Lopez	Dexamethosone (sample #0040064)	C	\$ 750	Paid	
14-0034	5/14/2014	3/30/2014	Arnulfo Rangel	Minoxidil (sample #0040058)	B	\$ 500	Paid	Suspended 15 days (5/15/14 thru 5/29/14, inclusive)
14-0035	5/18/2014	5/16/2014	Francisco C Torres	Careless riding				Suspended 3 days (5/23/14 thru 5/25/14, inclusive)
14-0036	5/18/2014	5/18/2014	Santo Sanjur					Extension of his apprentice weight allowance granted for total of 93 days (5/19/2014 thru 8/19/2014, inclusive)
14-0037	5/24/2014	3/30/2014	HEARTS WILD	Minoxidil (sample #0040058)	B			Disqualified and all purse money forfeited. All purse monies must be returned to the association.
14-0038	5/29/2014	5/10/2014	Kevin Fletcher	Omeprazole (sample #0043073)	D	Warning		

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	STATUS	Suspension (days)
					PENALTY CLASS	WRITTEN WARNING		
14-0039	6/4/2014	6/1/2014	Jack Frost	Protest of claim denied				
14-0040	6/5/2014	6/1/2014	Ronald E. Moquett	Failure to report the alteration in the sex of a horse		\$ 500	Paid	
14-0041	6/8/2014	3/22/2014	Mark E. Thomas	Naproxen (sample #0039659)	C	\$ 250	Paid	
14-0042	6/8/2014	6/8/2014	George Leonard III	Failure to conduct business in a proper manner (late arrival)		\$ 100	Paid	
14-0043	6/18/2014	6/14/2014	Luis Saez	Careless riding				Suspended 3 days (June 21, June 22 & June 26)
14-0044	6/18/2014	6/15/2014	Carlos Villasana	Failure to fulfill riding engagement		\$ 100	Paid	
14-0045	6/18/2014	6/18/2014	Eric T. Scherer	Rescinded license without prejudice.				Discontinuance of activity for which license was issued.
14-0046	6/21/2014	6/21/2014	Hal W. Steele, Jr.	Failure to conduct business in a proper manner (late arrival)		\$ 100	Paid	
14-0047	7/2/2014	6/26/2014	Edward L. Musselman	Disorderly Conduct (being the aggressor in an altercation)				Suspended 30 days (7/13/14 thru 8/11/14, inclusive)
14-0048	7/2/2014	6/26/2014	Tammy L. Fox	Disorderly Conduct (participating in an altercation)			Appealed, Withdrawn	Suspended 15 days (7/13/14 thru 7/27/14, inclusive)

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)
14-0049	7/16/2014	6/26/2014	Tammy L. Fox	Appeal withdrawn ruling #14-0048				Suspended 15 days (7/17/14 thru 7/31/14, inclusive), reinstatement contingent upon evaluation by an approved anger management professional and compliance with course of treatment.
14-0050	7/27/2014	4/3/2014	Sal Gonzalez, Jr.	Appeal dismissed				Suspended 22 days (8/1/2014 - 8/22/2014, inclusive)
14-0051	7/27/2014	7/25/2014	Jesus L. Castanon	Careless riding				Suspended 4 days (8/3/2014, 8/8/2014, 8/10/2014, and 8/15/2014)
14-0053	8/9/2014	7/29/2014	Antonio C. Avila	Falsificaion of original 2014 license application		\$ 750	Paid	
14-0054	8/10/2014	8/8/2014	Didiel A. Osorio	Careless riding				Suspended 3 days (8/17/2014, 8/22/2014, 8/23/2014)
14-0055	8/15/2014	8/5/2014	Melvin Alvarez	Disorderly Conduct (attempted assault/rape)				Suspended pending your appearance before the Board of Stewards
14-0056	8/15/2014	7/28/2014	Guadalupe Segura	Disorderly conduct (burglary with a weapon)				Suspended pending your appearance before the Board of Stewards
14-0057	8/15/2014	8/12/2014	Steven Lee Duncan, Jr.	Disorderly conduct (assault-stabbed another licensee)				Suspended pending your appearance before the Board of Stewards

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	STATUS	Suspension (days)
					PENALTY CLASS	WRITTEN WARNING		
14-0058	8/30/2014	8/30/2014	Shawn Eric Hendricks	License falsification (failed to list felony conviction)				Suspended pending your appearance before the Board of Stewards
14-0059	8/30/2014	8/29/2014	Alis Colindres	Disorderly conduct (attempted break in)				Suspended pending your appearance before the Board of Stewards
14-0060	9/1/2014	8/30/2014	John F. Haran	Failure to have an attendant present during the period of Furosemide administration		\$ 100	Paid	
14-0061	9/12/2014	9/7/2014	AU MOON	Void claim				Horse returned to original owner and all monies involved shall be credited to the proper accounts.
14-0062	9/12/2014	9/7/2014	Kenneth G. Hickman	Violating claiming regulations		\$ 1,250	Paid	
14-0063	9/12/2014	9/7/2014	Tim C. Brown	Violating claiming regulations		\$ 1,250	Paid	
14-0064	9/18/2014	9/12/2014	SISTER CATHY	Raced while on Stewards List in another jurisdiction				Disqualified and all purse money forfeited. All purse monies must be returned to the association.
14-0065	9/20/2014	7/3/2014	David L. Dortch	Dexamethosone (sample #0047417)		\$ 250	Paid	
14-0066	9/20/2014	7/19/2014	William Scott Becker	Dexamethasone (sample #0046364)		\$ 250	Paid	
14-0067	9/20/2014	7/20/2014	Christopher W. Melton	Dexamethasone (sample #0046389)		\$ 250	Paid	
14-0068	9/20/2014	8/2/2014	Kody M. Boyd	Dexamethasone (sample #0048319)		\$ 250	Paid	

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
14-0069	9/20/2014	7/12/2014	Ralph A. Martinez	Dexamethasone (sample #0051064)		\$ 500	Paid	
14-0070	9/20/2014	7/18/2014	Robert Joe Woodard	Dexamethasone (sample #0051135)		\$ 500	Paid	
14-0071	9/21/2014	8/1/2014	Ingrid I. Boak	Dexamethasone (sample #0048288)		\$ 250	Paid	
14-0072	9/26/2014	7/12/2014	Charles J. Walker Jr.	Dexamethasone (samples #0051068, #0051073, #0048298)		\$ 750	Paid	
14-0073	9/27/2014	9/7/2014	Dr. John M. Watt	Treatment error resulting in late scratch of OUTSPOKEN		\$ 1,500	Paid	
14-0074	9/27/2014	9/24/2014	Victor M. Lebron	Failure to fulfill riding engagement		\$ 200	Paid	
14-0075	10/12/2014		Alis Colindres	Restored to good standing				Reinstated contingent upon continue Robert Stallings Lifestyles Program @ Churchill Downs
14-0076	10/15/2014	6/13/2014	William I. Mott	Phenylbutazone and Flunixin (sample #0046233)	C	\$ 500	Paid	
14-0078	10/25/2014	10/22/2014	Chris M. Landeros	Misjudging finish line		\$ 2,500	Paid	
14-0079	10/25/2014	10/22/2014	Julien Leparoux	Misjudging finish line		\$ 2,500	Paid	
14-0081	10/31/2014	10/30/2014	PROUD AZTECA	Did not meet the conditions of the race				Disqualified and all purse money forfeited. All purse monies must be returned to the association.
14-0082	11/4/2014	10/19/2014	Anne P. Smith	Methocarbamol 2.1 ng/ml (sample #0064426)	C	\$ 250	Paid	

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
14-0083	11/16/2014	7/3/2014	William R. Short	Dexamethasone 22 pg/ml (sample #0047423)	C	\$ 250	Paid	
14-0084	11/20/2014	9/24/2014	Luis A. Juardo	Dexamethasone 66 pg/ml 2nd offense (sample #0062526)	C	\$ 500	Paid	Suspended 10 days 11/23/2014 - 12/2/2014
14-0085	11/22/2014	10/23/2014	Richard A. Martinez	Phenylbutazone 2.9 ug/ml (sample #0064615)	C			Warning
14-0086	11/23/2014	10/23/2014	David H. Hinsley	Phenylbutazone 3.3 ug/ml (sample #0064612)	C			Warning
14-0087	11/28/2014	10/9/2014	Nicholas P. Zito	Phenylbutazone 4.2 ug/ml (sample #0061359) and 3.2 ug/ml (sample #0056793)	C	\$ 500	Paid	
14-0088	11/29/2014	11/28/2014	Ronald E. Moquett	Failure to have an attendant present during the period of Furosemide administration		\$ 100	Paid	
14-0089	11/30/2014	10/10/2014	William R. Connelly	Dexamethasone 38 pg/ml (sample #0061391)	C	\$ 250	Paid	
14-0090	11/30/2014	11/28/2014	James Cory Orm	Easing up on his mount approaching the finish				Suspended 4 days 12/7/2014, 12/11/2014 - 12/13/2014
14-0091	12/5/2014	8/10/2014	Didiel A. Osorio	Withdrawn Appeal on 14-0054				Suspended 5 racing days 12/13, 12/14, 12/18 - 12/20/2014
14-0092	12/5/2014		Valerie Statler	Owner/Trainer license rescinded without prejudice, discontinuance of activity for which license was issued.				
14-0093	12/11/2014	12/7/2014	Daniel Coa	Failure to fulfill riding engagement		\$ 100	Not Paid	

2014 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	STATUS	Suspension (days)
					PENALTY CLASS	WRITTEN WARNING		
14-0094	12/14/2014	12/13/2014	Joseph Berrios	Failure to be present for viewing of the films		\$ 100	Not Paid	
14-0095	12/14/2014	11/23/2014	Steve S. Fridley	Dexamethasone 200 pg/ml (sample #0067331)	C	\$ 250	Paid	
14-0096	12/19/2014	12/18/2014	Boyce K. Gooch	Failure to have an attendant present during the period of Furosemide administration		\$ 100	Paid	
14-0097	12/20/2014	12/19/2014	Jose Eddie Zuniga	Careless riding				Suspended 3 racing days 12/21/2014, 12/26/2014 and 12/27/2014
14-0098	12/21/2014	12/20/2014	Rafael Mojica, Jr	Careless riding				Suspended 3 racing days 12/27/2014, 12/28/2014 and 12/31/2014
14-0099	12/26/2014	12/5/2014	Aaron M. West	Flunixin 23 ng/ml (sample #0056144) 2nd offense in 365 days	C	\$ 500	Paid	Suspended 5 days (1/3/15 thru 1/7/15, inclusive)
14-0100	12/28/2014	12/26/2014	Edgar Paucar	Careless riding				Suspended 3 racing days (1/2/15 thru 1/4/15, inclusive)
14-0101	12/28/2014	12/28/2014	Didiel A. Osorio	Failure to fulfill riding engagement		\$ 100	Paid	
14-0102	12/28/2014	12/28/2014	Luis A. Jurado	Failure to conduct business in a proper manner (improper scratch)		\$ 200	Not Paid	

2015 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
15-0001	1/9/2015	1/4/2015	James P. McNerney	Failure to conduct business in a proper manner.		\$ 200	Paid	
15-0002	1/10/2015	12/14/2014	Tom Bergin	Failure to report the correct gender of the horse WHOOPIE PIE		\$ 500	Paid	
15-0003	1/10/2015	11/26/2014	Bernard S. Flint	Acepromazine metabolite HEPS 14 ng/ml (LGC Sample #0067377)	B	\$ 500	Paid	Suspended 15 days (January 13, 2015 - January 27, 2015, inclusive). Disqualified and all purse money forfeited.
15-0004	1/11/2015	1/4/2015	Albin Jimenez	Careless riding				Suspended 3 racing days (January 23-January 25, 2015, inclusive)
15-0005	1/16/2015	12/19/2014	Joseph L. Riggs	Phenylbutazone 3.3 ug/ml (LGC Sample #0057193)	C	Warning		
15-0006	1/18/2015	11/26/2014	INFINITY OF HUMOR	Acepromazine metabolite HEPS (LGC Sample #0067377)	B			Horse disqualified and all purse money forfeited. All purse monies must be returned to the association
15-0007	1/18/2015	1/17/2015	Susan L. Anderson	Failure to conduct business in a proper manner.		\$ 100	Paid	
15-0008	1/18/2015	12/27/2014	C. Louis Bates	Flunixin 39 ng/ml (LGC Sample #0059359)	C	\$ 500	Paid	
15-0009	1/29/2015	1/2/2015	Brian Knippenberg	Triamcinolone acetonide (LGC Sample #0058253)	C	\$ 250	Paid	
15-0010	1/29/2015	12/31/2014	Larry E. Smith	Dexamethasone (LGC Sample #0059428)	C	\$ 250	Paid	

2015 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	Suspension (days)	
					PENALTY CLASS	WRITTEN WARNING	STATUS	
15-0011	1/29/2015	12/5/2014	Livia B. Frazar	Failure to report the administration of procaine penicillin		\$ 1,000	Paid	
15-0012	1/29/2015	12/5/2014	Brad H. Cox	Failure to report the administration of procaine penicillin		\$ 1,000	Paid	
15-0013	1/29/2015	12/31/2014	Robert Joe Woodard	Flunixin 35 ng/ml (LGC Sample #0059425) 2nd offense in 365 days	C	\$ 750	Not Paid	Suspended 7 days (February 7, 2015 to February 14, 2015, inclusive)
15-0014	1/29/2015	12/6/2014	Genaro Garcia	Multiple NSAIDS (Phenylbutazone 2.4 ug/ml and Flunixin 3.9 ng/ml) (LGC Sample #0056176)		\$ 750	Paid	Suspended 7 days (February 2, 2015 to February 8, 2015, inclusive)
15-0015	2/5/2015	12/18/2014	Susan L. Anderson	Dexamethasone 17 pg/ml (LGC Sample #0057144)	C	\$ 250	Paid	
15-0016	2/6/2015	2/6/2015	Teleforo Cabrera-Molina	Restored to good standing				
15-0017	2/8/2015	2/7/2015	Edgar Paucar	Failure to fulfill your riding engagements		\$ 100	Paid	
15-0018	2/12/2015	1/23/2015	Donald R. Parker	Methocarbamol 1.3ng/ml (LGC Sample #0058487)	C	\$ 250	Paid	
15-0019	2/14/2015	2/1/2015	James D. Hager	Phenylbutazone 2.8 ug/ml (LGC Sample #0059160)	C	Warning		
15-0020	2/19/2015	1/24/2015	Merrill C. Roberts	Methylprednisolone 249 pg/ml (LGC Sample #0059028)	C	\$ 250	Paid	
15-0021	2/19/2015	12/11/2014	Daniel Coa	Failure to pay fine Ruling #14-0093				Suspended, reinstatement contingent on payment of fine to KHRC.

2015 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	STATUS	Suspension (days)
					PENALTY CLASS	WRITTEN WARNING		
15-0022	2/19/2015	2/14/2014	Joseph Berrios	Failure to pay fine Ruling #14-0094				Suspended, reinstatement contingent on payment of fine to KHRC.
15-0023	2/22/2015	12/5/2014	Eric R. Reed	Xylazine 53.8 pg/nl (LGC Sample #0056138)	B	\$ 500	Not Paid	Suspended 15 days (March 4, 2015 - March 18, 2015, inclusive). Disqualified and all purse money forfeited.
15-0024	2/27/2015	2/8/2015	Olivo I. Inirio	Flunixin 26 ng/ml (LGC #0060773)	C	\$ 250	Not Paid	
15-0025	3/1/2015	1/18/2015	Eric R. Reed	Dexamethasone 16.8 pg/ml (LGC Sample #0058461)	C	\$ 500	Not Paid	Suspended 15 days (March 9, 2015 - April 2, 2015, inclusive). Disqualified and all purse money forfeited.
15-0026	3/5/2015	12/5/2014	RECCE	Xylazine	B			Horse disqualified and all purse money forfeited. All purse monies must be returned to the association
15-0027	3/8/2015	1/4/2015	Laurie L. Halmi	Methocarbamol 1.8 ng/ml & Dexamethasone 64 pg/ml (LGC Sample # 0058275)	C	\$ 500	Not Paid	Suspended 10 days (March 23, 2015 - April 1, 2015, inclusive). Horse disqualified and all purse money forfeited.
15-0028	3/8/2015	1/24/2015	Laurie L. Halmi	Methocarbamol (LGC Sample #0059024)	C	\$ 500	Not Paid	Suspended 20 days (April 2, 2015-April 21, 2015, inclusive). Horse disqualified and all purse money forfeited.

2015 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)
15-0029	3/8/2015	2/2/2015	Carlos A. Lopez	Total Carbon Dioxide (TOC2) 41.9 mmol/L (LGC Sample #0059479)		\$ 1,000	Not Paid	Suspended 30 days (March 14, 2015-April 12, 2015, inclusive) Horse disqualified and all purse money forfeited.
15-0030	3/8/2015	1/18/2015	BLUEGRASS BULL	Dexamethasone (LGC Sample #0058461)	C			Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.
15-0031	3/8/2015	2/6/2015	Carlos A. Lopez	Total Carbon Dioxide (TCO2) 42 mmol/L (LGC Sample #0059213) (second offense in 365 days)		\$ 1,500	Not Paid	Suspended 120 days (April 13, 2015-August 10, 2015, inclusive). Horse disqualified and all purse money forfeited.
15-0032	3/8/2015	2/6/2015	Carlos A. Lopez	Total Carbon Dioxide (TCO2) 42 mmol/L (LGC Sample #0059213)				Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.
15-0033	3/13/2015	2/15/2015	Carlos A. Lopez	Methocarbamol 1.7 ng/ml (LGC Sample #0060854) (second offense in 365 days)	C	\$ 1,500	Not Paid	Suspended 30 days (August 11, 2015-September 9, 2015, inclusive). Horse disqualified and all purse money forfeited.

2015 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG	FINE OR	STATUS	Suspension (days)
					PENALTY CLASS	WRITTEN WARNING		
15-0034	3/13/2015	2/15/2015	Carlos A. Lopez	Methocarbamol 1.7 ng/ml (LGC Sample #0060854)				Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.
15-0035	3/13/2015	1/4/2015	FLYAWAY BABY	Methocarbamol & Dexamethadone (LGC Sample #0058275)	C			Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.
15-0036	3/13/2015	1/24/2015	ZATE	Methocarbamol (LGC Sample #0059024)	C			Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.
15-0037	3/13/2015	1/2/2015	GLADHANDER	Total Carbon Dioxide (TCO2) 41.9 mmol/L (LGC Sample #0059479)				Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.
15-0038	3/13/2015	2/6/2015	FOUR AND FIVE	Total Carbon Dioxide (TCO2) 42 mmol/L (LGC Sample #0059213)				Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.

2015 THOROUGHBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)
15-0039	3/13/2015	2/15/2015	FOUR AND FIVE	Methocarbamol 1.7 ng/ml (LGC Sample #0060854)	C			Horse disqualified and all purse money forfeited. All purse monies must be returned to the association.

2014 STANDARDBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)	Stewards Notes
J2014-01	01/16/14	09/28/13	Symon Spicer	Failure to pay fine				Suspended indefinitely for failure to pay fine (Ruling #J2013-031: \$100 from The Red Mile).	
J2014-02	01/16/14	10/03/13	Ryan D Maxwell	Failure to pay fine and return purse				Suspended indefinitely for failure to pay fine and return of purse (Ruling #J2013-042: \$500 and return of purse \$5000 from The Red Mile).	
J2014-03	01/18/14	07/07/13	Robert J Williams, Jr	Failure to pay fine				Suspended indefinitely for failure to pay fine (Ruling #J2013-022: \$250).	
J2014-04	04/11/14	04/11/14	Robert J Williams, Jr	Restored to good standing as of 4/11/2014					
J2014-05	04/11/14	04/11/14	Samuel R Greer	Restored to good standing as of 4/11/2014					
J2014-06	04/19/14	04/19/14	Devernon K Wilson	Restored to good standing as of 4/19/2014					
J2014-007	05/23/14	05/16/14	Randy D Crisler	Interference		\$100	Not Paid		suspended for no payment
J2014-008	05/23/14	05/15/14	Tyler G Shehan	Failure to drive when programmed		\$50	Not Paid		suspended for no payment
J2014-009	04/23/14	05/27/14	Jim T Brinson	Flunixin (sample #0043501)	4	\$250	Paid		
J2014-010	04/25/14	05/27/14	Jim T Brinson	Flunixin (sample #0043511)	4				
J2014-011	06/19/14	06/19/14	Ryan D Maxwell	Restored to good standing				Fine paid to Red Mile	
J2014-012	06/28/14	06/29/14	Tannor Wade Spittler	Interference				Suspended 3 days (7/3/2014 - 7/5/2014).	

2014 STANDARDBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)	Stewards Notes
J2014-013	06/23/14	07/05/14	Norman Robbins	Indiscriminate use of whip		\$50	Paid	Suspended 5 days (7/2/2014 - 7/6/2014).	
J2014-014	06/29/14	07/13/14	Wayne W Johnson	Interference				Suspended 10 days (7/14/2014 - 7/23/2014).	
J2014-015	07/13/14	07/20/14	James Edward Stiltner II	Interference				Suspended 10 days (7/14/2014 - 7/23/2014).	
J2014-016									
J2014-017	07/13/14	07/20/14	James Edward Stiltner II	Interference		\$50			
J2014-018	07/18/14	07/20/14	Issac D Love	Interference				Suspended 3 days (7/21/2014 - 7/23/2014).	
J2014-019	07/19/14	07/20/14	Gerald O Russell	Interference				Suspended 3 days (7/21/2014 - 7/23/2014).	
J2014-020	08/04/14	08/03/14	Chris Page	Indiscriminate use of whip		\$500	Paid		
J2014-021	08/08/14	08/07/14	Timmy Lee Head	Falsification of license application				Revocation as of 8/8/2014	
J2014-022	08/22/14	08/14/14	Lonnie Graber	Caused late driver change		\$50	Not Paid		suspended for no payment
J2014-023	08/22/14	08/14/14	Jeffery A McNabb	Cross over before start		\$50	Paid		
J2014-024	08/22/14	08/17/14	Daniel N. Noble	Kicking a horse		\$50	Not Paid		contacted
J2014-025	08/08/14	08/07/14	Christopher B Loney	Kicking a horse				Suspended 3 days (8/10/2014 - 8/12/2014)	
J2014-026	08/22/14	08/17/14	Chris L. Page	Failure to be properly Dressed		\$100	Not Paid		contacted
J2014-027	08/22/14	08/21/14	Christopher B Loney	Kicking a horse (Multiple offences)		\$100	Paid		suspended for no payment
J2014-029	09/04/14	08/25/14	Donald Gribbin Jr.	Possession of hypodermic needles				Suspended: Full 30 days (9/6/2014 - 10/5/2014)	
J2014-030	09/08/14	09/04/14	Tyler G Shehan	Kicking a horse		\$50	Not Paid		suspended for no payment
J2014-031	09/08/14	09/04/14	Mark E. Evers	Failure to be properly Dressed		\$100	Paid		
J2014-032	09/08/14	09/04/14	Mark E. Evers	Failure to be properly Dressed (2nd offense)		\$200	Paid		
J2014-033	09/08/14	09/07/14	Chris L. Page	Kicking a horse		\$50	Not Paid		contacted

2014 STANDARDBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)	Stewards Notes
J2014-036	09/17/14	06/29/14	Antonio M. Love	Caffeine (Class B) (Sample #0055055)	B	\$500	Not Paid	Suspended full 45 days (9/17/2014 - 10/31/2014), horse disqualified, purse redistribution	suspended for no payment
J2014-037	10/05/14	06/22/14	Glen A. Bratcher	Methocarbamol (Class 4, Robaxin)	4	\$250	Not Paid	Horse disqualified, purse redistribution	contacted
J2014-038	10/05/14	09/27/14	Brett A. Miller	Kicking a horse		\$200	Not Paid		contacted
J2014-039	10/05/14	09/27/14	Yannick Gringras	Kicking a horse		\$200	Paid		
J2014-040	10/05/14	09/28/14	David M. Palone	Kicking a horse		\$100	Paid		
J2014-041	10/05/14	10/04/14	Jody C. Jamieson	Kicking a horse		\$200	Not Paid		contacted
J2014-042	10/05/14	10/04/14	Brett A. Miller	Kicking a horse		\$200	Not Paid		contacted
J2014-043	10/05/14	08/25/14	Matthew D. Stephens	Improperly labled medication and other equipment belonging to Stephens		\$500	Not Paid	Suspended full - 30 days, 10/10/2014 thru 11/8/2014	under appeal
J2014-044	10/10/14	07/06/14	Barry L. Armstrong	Flunixin 22.7 ng/ml (sample #0055081)	4	\$250	Not Paid		contacted
J2014-045	10/10/14	07/19/14	Barry L. Armstrong	Flunixin 28.3 ng/ml (sample #0055117)	4	n/a		n/a	
J2014-046	10/10/14	06/21/14	Randy D. Crisler	Flunixin 37.3 ng/ml (sample #0055020)	4	\$250	Not Paid		suspended for no payment
J2014-047	10/01/14	07/20/14	Timothy Demond Williams	Testosterone (sample #0055124)	B		Not Paid	Suspended full - 30 Days 10/1/2014-10/30/2014. Horse disqualified, \$850 purse redistributed	contacted
J2014-048	10/29/14	06/22/14	Barry L. Armstrong	Dexamethasone (sample #0055028)	4	\$500	Not Paid	Suspended full - 15 days, 11/23/2014-12/7/2014 Horse disqualified, purse redistributed.	contacted
J2014-049	10/31/14	10/05/14	David S. Miller	Failed to keep a line in each hand and whipped horse.				10 day driving suspension, 11/23/2014-12/2/2014.	
J2014-050	11/21/14	11/21/14	Jim T. Brinson	Failure to pay fine J2014-009				Indefinite suspension as of 11/24/2014	

2014 STANDARDBRED RULINGS

RULING NUMBER	RULING DATE	INFRACTION DATE	ISSUED TO	DETERMINATION	DRUG PENALTY CLASS	FINE OR WRITTEN WARNING	STATUS	Suspension (days)	Stewards Notes
J2014-051	11/21/14	08/24/14	Eddie H. Poling	Atenolol (sample #0047563)	B			Suspended full 15 days, 11/21/2014 - 12/5/2014 Horse Disqualified, Purse Redistribution	
J2014-052	11/21/14	08/17/14	Donald Gribbin Jr.	Flunixin (sample #0055238)	4			Suspended full 15 days, 11/24/2014 - 12/6/2014	
J2014-053	11/21/14	11/21/14	Lonnie Graber	Failure to pay fine J2014-022				Indefinite suspension as of 11/24/2014	
J2014-054	11/21/14	11/21/14	Tyler G Shehan	Failure to pay fine J2014-008 and J2014-030				Indefinite suspension as of 11/24/2014	
J2014-055	11/21/14	11/21/14	Randy D. Crisler	Failure to pay fine J2014-007 and J2014-046				Indefinite suspension as of 11/24/2014	
J2014-056	11/21/14	11/21/14	Antonio M. Love	Failure to pay fine J2014-036				Indefinite suspension as of 11/24/2014	
J2014-057	11/27/14	08/07/14	Conor James Flynn	Ambroxol (sample #0055160)	B	\$500	Not Paid	Suspended Full 30 days 11/27/2014 - 12/26/2014. Horse Disqualified, Purse Redistribution.	
J2014-058	12/15/14	09/14/14	Bruce L Walls	Lamotrigine (sample #0047706)	3			Suspended Full 140 days 11/11/2014 - 3/30/2015. Horse Disqualified, Purse Redistribution.	

TESTING SUMMARY-2014

	Total # Race Starts 2014	# Horses Sampled Post-race	Post-race Sample number:	Post-race Sample number:	Pre-race TCO2 Tests	Out of Competition Tests	Post-Work Tests	Testing of injured horses	Total
Matrix			<i>Blood</i>	<i>Blood & Urine</i>	<i>Blood</i>	<i>Blood</i>	<i>Blood</i>	<i>Blood</i>	
Price per sample			\$ 108 \$ 20 per retained/untested sample	\$ 150 \$ 40 per retained/untested paired sample	TB: \$13 (HFL) STD:\$6.25(KHRC)	\$ 50	\$ 55	\$ 108	
TB	14,460 (Equibase)	3,744 1 per 4 starters sampled	\$ 4,536 .00 (42 Tested) \$ 340.00 (17 R/U)	\$446,550.00 (2977 Tested) \$ 28,320.00 (708 R/U)	\$ 42,835.00 (3,295)	\$ 9,550.00 (191)	\$ 4,510.00 (82)	\$ 3,996.00 (37)	
TB Total			\$4,876.00	\$474,870.00	\$ 42,835.00	\$9,550.00	\$ 4,510.00	\$ 3,996.00	\$540,637.00
STD	4,256 (USTA)	785 1 per 5 starters sampled	\$ 10,584.00 (98 Tested) \$ 600.00 (30 R/U)	\$ 84,750.00 (565 Tested) \$ 3,680.00 (92 R/U)	\$ 3,462.50 (554-KHRC)	\$ 1,750.00 (35)	\$ 00.00 (0)	\$ 216.00 (2)	
STD Total			\$ 11,184.00	\$88,430.00	\$ 3,462.50	\$ 1,750.00	\$.00	\$ 216.00	\$ 105,042.50
TOTAL			\$16,060.00	\$563,300.00	\$46,297.50	\$11,300.00	\$4,510.00	\$ 4,212.00	\$645,679.50

2014 MEDICATION VIOLATIONS

Thoroughbred

Starts: 14,460

Horses sampled post-race: 3,744

Samples tested post-race: 3019

Medication violations: 46

Medication violations: 1 / 66 samples tested

Medication violations: 1 / 314 starts

Substance	Frequency	KHRC Penalty Classification	RCI Classification
Methamphetamine*	1	A	1
2-OH ethyl promazine sulfoxide	1	B	3
Clenbuterol	1	B	3
Minoxidil	1	B	3
TCO2	1	B	NA
Xylazine	1	B	3
Dexamethasone	18	C	4
Methocarbamol	2	C	4
Naproxen	2	C	4
Omeprazole	3	D	5
Flunixin	5	NSAID	4
PBZ	1	NSAID	4
NSAID > 1°; NSAID > 2° threshold	2	NSAID	NA
PBZ >2<5 mcg/ml	6	NSAID	NA
2 NSAIDS > 2° threshold	2	NSAID	NA

*Split sample analysis pending

Standardbred

Starts: 4,256

Horses sampled post-race: 785

Samples tested post-race: 663

Medication violations: 16

Medication violations: 1/41 samples tested

Medication violations: 1/266 race starts

Substance	Frequency	KHRC Penalty Classification	RCI Classification
Lamotrigine	1	A	3
Atenolol	1	B	3
Caffeine	1	B	2
Clenbuterol	1	B	3
Testosterone	1	B	3
Ambroxol	1	C	4
Carbazochrome	1	C	4
Dexamethasone	1	C	4
Hydrocortisone succinate	1	C	4
Methocarbamol	1	C	4
Flunixin	6	NSAID	4

RCI Drug Classifications

RCI Class 1:

Drugs in this class have no generally accepted medical use in the racing horse and their pharmacologic potential for altering the performance of a racing horse is very high.

RCI Class 2:

Drugs placed in this category have a high potential for affecting the outcome of a race. Most are not generally accepted as therapeutic agents in the racing horse. Many are products intended to alter consciousness or the psychic state of humans, and have no approved or indicated use in the horse.

RCI Class 3:

Drugs placed in this class may or may not have an accepted therapeutic use in the horse. Many are drugs that affect the cardiovascular, pulmonary and autonomic nervous systems. They all have the potential of affecting the performance of a racing horse.

RCI Class 4:

Drugs in this category comprise primarily therapeutic medications routinely used in racehorses. These may influence performance, but generally have a more limited ability to do so.

RCI Class 5:

Drugs in this category are therapeutic medications for which concentration limits have been established by the racing jurisdictions as well as certain miscellaneous agents. Included specifically are agents that have very localized actions only, such as anti-ulcer drugs, and certain anti-allergy drugs.

2014: All breeds, 3,682 post race tests performed

Findings' Distribution by RCI Classification

Class	Number of Findings Reported	Percent of Post-race Tests Performed
1	1	.03%
2	1	.03%
3	8	.22%
4	39	1.1%
5	3	.09%
NA	11	.30%
Total	63	1.71%

Penalty Class Distributions Per Year

	2010	2011	2012	2013	2014
A	3	2	3	1	2
B	20	13	8	11	9
C	36	40	36	25	27
D	28	21	16	3	3
Other	0	0	6	15	22
Total	87	76	69	55	63

WAGERING ON HISTORICAL RACES TOTALS
KENTUCKY DOWNS-January 2015

Total Wagered.....	\$	28,810,580.20
Total Commission.....	\$	2,182,559.97
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	1,750,401.27
(Total Commission minus the pari-mutuel tax...Amount that goes to KY Downs)		
Purse Fund.....	\$	245,056.18
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	17,504.01
(1% of the net track commission)		
State Commission.....	\$	432,158.70
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	216,079.35
(.75% of the total wagered)		
Equine Industry Program.....	\$	57,621.16
(.2% of the total wagered)		
Equine Drug Research.....	\$	28,810.58
(.1% of the total wagered)		
Higher Education Fund.....	\$	28,810.58
(.1% of the total wagered)		
General Fund.....	\$	100,837.03
(.35% of the total wagered)		
Returned to the Public.....	\$	26,600,721.75

WAGERING ON HISTORICAL RACES TOTALS
ELLIS PARK-January 2015

Total Wagered.....	\$	3,996,022.75
 Total Commission.....	 \$	 305,397.70
(Total wagered minus takeout rates)		
 Net Track Commission.....	 \$	 245,457.36
(Total Commission minus the pari-mutuel tax...Amount that goes to Ellis Park)		
Purse Fund.....	\$	34,364.03
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	2,454.57
(1% of the net track commission)		
 State Commission.....	 \$	 59,940.34
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	29,970.17
(.75% of the total wagered)		
Equine Industry Program.....	\$	7,992.05
(.2% of the total wagered)		
Equine Drug Research.....	\$	3,996.02
(.1% of the total wagered)		
Higher Education Fund.....	\$	3,996.02
(.1% of the total wagered)		
General Fund.....	\$	13,986.08
(.35% of the total wagered)		
 Returned to the Public.....	 \$	 3,682,747.26

WAGERING ON HISTORICAL RACES TOTALS
COMBINED- January 2015

Total Wagered.....	\$	32,806,602.95
Total Commission.....	\$	2,487,957.67
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	1,995,858.63
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	279,420.21
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	19,958.59
(1% of the net track commission)		
State Commission.....	\$	492,099.04
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	246,049.52
(.75% of the total wagered)		
Equine Industry Program.....	\$	65,613.21
(.2% of the total wagered)		
Equine Drug Research.....	\$	32,806.60
(.1% of the total wagered)		
Higher Education Fund.....	\$	32,806.60
(.1% of the total wagered)		
General Fund.....	\$	114,823.11
(.35% of the total wagered)		
Returned to the Public.....	\$	30,283,469.01

WAGERING ON HISTORICAL RACES TOTALS
KY Downs- Calendar Year 2015

Total Wagered.....	\$	28,810,580.20
Total Commission.....	\$	2,182,559.97
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	1,750,401.27
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	245,056.18
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	17,504.01
(1% of the net track commission)		
State Commission.....	\$	432,158.70
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	216,079.35
(.75% of the total wagered)		
Equine Industry Program.....	\$	57,621.16
(.2% of the total wagered)		
Equine Drug Research.....	\$	28,810.58
(.1% of the total wagered)		
Higher Education Fund.....	\$	28,810.58
(.1% of the total wagered)		
General Fund.....	\$	100,837.03
(.35% of the total wagered)		
Returned to the Public.....	\$	26,600,721.75

WAGERING ON HISTORICAL RACES TOTALS
Ellis Park- Calendar Year 2015

Total Wagered.....	\$	3,996,022.75
Total Commission.....	\$	305,397.70
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	245,457.36
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	34,364.03
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	2,454.57
(1% of the net track commission)		
State Commission.....	\$	59,940.34
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	29,970.17
(.75% of the total wagered)		
Equine Industry Program.....	\$	7,992.05
(.2% of the total wagered)		
Equine Drug Research.....	\$	3,996.02
(.1% of the total wagered)		
Higher Education Fund.....	\$	3,996.02
(.1% of the total wagered)		
General Fund.....	\$	13,986.08
(.35% of the total wagered)		
Returned to the Public.....	\$	3,682,747.26

**WAGERING ON HISTORICAL RACES TOTALS
Combined- Calendar Year 2015**

Total Wagered.....	\$	32,806,602.95
 Total Commission.....	\$	2,487,957.67
(Total wagered minus takeout rates)		
 Net Track Commission.....	\$	1,995,858.63
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	279,420.21
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	19,958.59
(1% of the net track commission)		
 State Commission.....	\$	492,099.04
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	246,049.52
(.75% of the total wagered)		
Equine Industry Program.....	\$	65,613.21
(.2% of the total wagered)		
Equine Drug Research.....	\$	32,806.60
(.1% of the total wagered)		
Higher Education Fund.....	\$	32,806.60
(.1% of the total wagered)		
General Fund.....	\$	114,823.11
(.35% of the total wagered)		
 Returned to the Public.....	\$	30,283,469.01

WAGERING ON HISTORICAL RACES TOTALS
KY Downs- September 1, 2011 thru January 31, 2015

Total Wagered.....	\$ 865,231,985.80
 Total Commission.....	 \$ 67,295,109.39
(Total wagered minus takeout rates)	
 Net Track Commission.....	 \$ 54,316,629.61
(Total Commission minus the pari-mutuel tax)	
Purse Fund.....	\$ 7,604,328.15
(14% of the net track commission)	
Breeders' Incentive Fund.....	\$ 543,137.37
(1% of the net track commission)	
 State Commission.....	 \$ 12,978,479.79
(Pari-mutuel tax...1.5% of the total wagered)	
Development Fund.....	\$ 6,489,382.61
(.75% of the total wagered)	
Equine Industry Program.....	\$ 1,730,502.03
(.2% of the total wagered)	
Equine Drug Research.....	\$ 865,231.99
(.1% of the total wagered)	
Higher Education Fund.....	\$ 865,231.99
(.1% of the total wagered)	
General Fund.....	\$ 3,028,311.95
(.35% of the total wagered)	
 Returned to the Public.....	 \$ 797,612,198.92

WAGERING ON HISTORICAL RACES TOTALS
Ellis Park- August 31, 2012 thru January 31, 2015

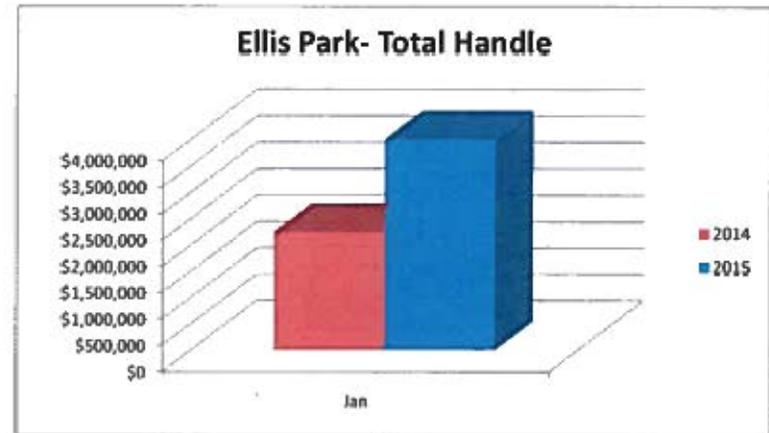
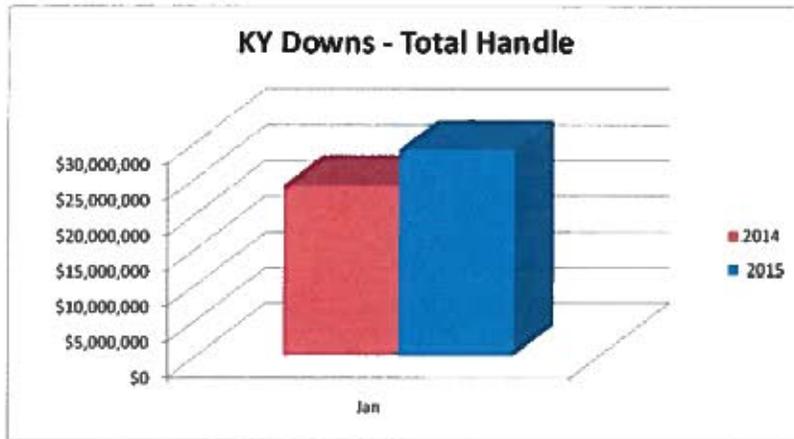
Total Wagered.....	\$	79,786,070.45
 Total Commission.....	 \$	 6,191,805.05
(Total wagered minus takeout rates)		
 Net Track Commission.....	 \$	 4,995,014.00
(Total Commission minus the pari-mutuel tax...Amount that goes to Ellis Park)		
Purse Fund.....	\$	699,301.96
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	49,946.59
(1% of the net track commission)		
 State Commission.....	 \$	 1,196,791.06
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	598,395.53
(.75% of the total wagered)		
Equine Industry Program.....	\$	159,572.14
(.2% of the total wagered)		
Equine Drug Research.....	\$	79,786.07
(.1% of the total wagered)		
Higher Education Fund.....	\$	79,786.07
(.1% of the total wagered)		
General Fund.....	\$	279,251.25
(.35% of the total wagered)		
 Returned to the Public.....	 \$	 73,284,784.15

WAGERING ON HISTORICAL RACES TOTALS
Combined- September 1, 2011 thru January 31, 2015

Total Wagered.....	\$ 945,018,056.25
Total Commission.....	\$ 73,486,914.45
(Total wagered minus takeout rates)	
Net Track Commission.....	\$ 59,311,643.60
(Total Commission minus the pari-mutuel tax)	
Purse Fund.....	\$ 8,303,630.10
(14% of the net track commission)	
Breeders' Incentive Fund.....	\$ 593,083.96
(1% of the net track commission)	
State Commission.....	\$ 14,175,270.84
(Pari-mutuel tax...1.5% of the total wagered)	
Development Fund.....	\$ 7,087,778.14
(.75% of the total wagered)	
Equine Industry Program.....	\$ 1,890,074.17
(.2% of the total wagered)	
Equine Drug Research.....	\$ 945,018.06
(.1% of the total wagered)	
Higher Education Fund.....	\$ 945,018.06
(.1% of the total wagered)	
General Fund.....	\$ 3,307,563.20
(.35% of the total wagered)	
Returned to the Public.....	\$ 870,896,983.07

Historical Racing - Monthly Comparisons

	Kentucky Downs (390 machines)				Daily Average		Ellis Park (127 machines)				Daily Average	
	Total Handle				2015	2014	Total Handle				2015	2014
	2015	2014	Diff	%			2015	2014	Diff	%		
JANUARY	\$28,810,580	\$23,886,617	\$4,923,963	20.6%	\$929,374	\$770,536	\$3,996,023	\$2,243,634	\$1,752,388	78.1%	\$128,904	\$72,375
CUMULATIVE	\$28,810,580	\$23,886,617	\$4,923,963	20.6%			\$3,996,023	\$2,243,634	\$1,752,388	78.1%		



Total Handle on "Live" Kentucky Races: Turfway Park

Race Date	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Ranner Pay
01/01/15	\$2,317,098.06	\$473,524.16	\$1,306.01	\$14,390.36		\$1,827,877.53
01/02/15	\$2,043,819.45	\$417,111.99	\$3,497.07	\$7,376.88	-\$0.02	\$1,615,833.53
01/03/15	\$1,740,402.96	\$355,404.20	-\$2,546.64	\$6,432.93	-\$67.62	\$1,381,180.09
01/04/15	\$1,572,965.09	\$324,007.47	\$4,485.44	\$5,787.13		\$1,238,685.05
Week 1 Total	\$ 7,674,285.56	\$ 1,570,047.82	\$ 6,741.88	\$ 33,987.30	\$ (67.64)	\$ 6,063,576.20
Cumulative	\$ 7,674,285.56	\$ 1,570,047.82	\$ 6,741.88	\$ 33,987.30	\$ (67.64)	\$ 6,063,576.20
1/8/2015 optional						
01/09/15**						
01/10/15	\$1,256,927.02	\$255,033.38	\$104,851.95	\$8,732.11	(\$450.88)	\$976,455.31
01/11/15	\$1,744,819.96	\$357,509.54	(\$2,682.08)	\$9,441.65	(\$3,152.98)	\$1,383,703.83
Week 2 Total	\$ 3,001,746.98	\$ 612,542.92	\$ 102,169.87	\$ 18,173.76	\$ (3,603.86)	\$ 2,360,159.14
Cumulative	\$ 10,676,032.54	\$ 2,182,590.74	\$ 108,911.75	\$ 52,161.06	\$ (3,671.50)	\$ 8,423,735.34
1/15/2015 optional						
01/16/2015	\$1,796,615.02	\$363,357.06	\$132,955.12	(\$1,726.30)	(\$812.19)	\$1,437,920.83
01/17/15	\$1,821,071.57	\$370,022.32	\$125,560.53	\$12,992.18	(\$744.48)	\$1,418,871.16
01/18/15	\$1,591,541.15	\$325,117.84	\$3,996.06	\$4,250.34		\$1,258,176.91
Week 3 Total	\$ 5,209,227.74	\$ 1,058,497.22	\$ 262,511.71	\$ 15,516.22	\$ (1,556.67)	\$ 4,114,968.90
Cumulative	\$ 15,885,260.28	\$ 3,241,087.96	\$ 371,423.46	\$ 67,677.28	\$ (5,228.17)	\$ 12,538,704.24
1/22/2015 optional						
01/23/15	\$1,892,415.74	\$382,513.47	\$143,430.16	\$7,518.52	-\$875.05	\$1,486,490.32
01/24/15	\$1,577,052.71	\$318,228.19	\$92,684.46	\$19,762.39	-\$648.98	\$1,215,927.81
01/25/15	\$1,877,473.89	\$385,465.74	-\$754.15	\$6,803.66	-\$0.02	\$1,485,958.66
Week 4 Total	\$ 5,346,942.34	\$ 1,086,207.40	\$ 235,360.47	\$ 34,084.57	\$ (1,524.05)	\$ 4,188,376.79
Total Monthly	\$ 21,232,202.62	\$ 4,327,295.36	\$ 606,783.93	\$ 101,761.85	\$ (6,752.22)	\$ 16,727,081.03
1/29/2015 optional						
01/30/15	\$2,300,812.45	\$467,793.92	\$128,889.33	\$9,137.07	-\$957.61	\$1,805,531.90
01/31/15	\$2,088,734.87	\$424,609.76	\$1,131.51	\$11,754.93	-\$1,609.68	\$1,652,848.35
Week 5 Total	\$ 4,389,547.32	\$ 892,403.68	\$ 130,020.84	\$ 20,892.00	\$ (2,567.29)	\$ 3,458,380.25
Total Monthly	\$ 25,621,749.94	\$ 5,219,699.04	\$ 736,804.77	\$ 122,653.85	\$ (9,319.51)	\$ 20,185,461.28

** Cancelled due to weather

Race Date	Total Handle	Difference	Percentage
01/01/14	\$1,430,128.36	\$886,969.70	62.02%
01/03/14	\$1,818,074.60	\$ 225,744.85	12.42%
01/04/14	\$1,766,977.64	\$ 473,425.32	37.37%
01/05/14	\$1,356,897.91	\$ 216,067.18	15.92%
	\$ 5,872,078.51	\$ 1,802,207.05	30.69%
	\$ 5,872,078.51	\$ 1,802,207.05	30.69%
	\$	\$ -	#DIV/0!
01/10/14	\$1,492,304.61	(\$1,492,304.61)	-100.00%
01/11/14	\$1,573,402.25	(\$316,475.23)	-20.11%
01/12/14	\$1,275,618.65	\$ 469,201.31	36.78%
	\$ 4,341,325.51	(\$1,339,578.53)	-30.86%
	\$ 10,213,404.02	\$ 462,628.52	4.53%
	\$	\$ -	#DIV/0!
01/17/14	\$1,464,891.15	\$ 331,723.87	22.64%
01/18/14	\$1,524,936.37	\$ 296,135.20	19.42%
01/19/14	\$1,107,208.01	\$ 484,333.14	43.74%
	\$ 4,097,035.53	\$ 1,112,192.21	27.15%
	\$ 14,310,439.55	\$ 3,574,820.73	24.97%
	\$	\$ -	#DIV/0!
1/24/2014 **		\$ 1,892,415.74	#DIV/0!
1/25/2014 **		\$ 1,577,052.71	#DIV/0!
01/26/14	\$1,189,656.11	\$ 687,817.78	57.82%
	\$ 1,189,656.11	\$ 4,157,286.23	349.45%
	\$ 15,500,095.66	\$ 5,732,106.96	36.98%
	\$	\$ -	#DIV/0!
	\$	\$ 2,300,812.45	#DIV/0!
01/31/14	\$1,756,761.87	\$ 331,973.00	18.90%
	\$ 1,756,761.87	\$ 2,632,785.45	149.87%
	\$ 17,256,857.53	\$ 8,364,892.41	48.47%

Out of State Wagering

Date Range:

1/1/2015 - 1/31/2015

Tracks:

All Tracks

Track	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Aby	\$153.70	\$43.34	\$37.17	\$51.76	\$0.02	\$46.57
Aqueduct	\$1,785,752.60	\$340,052.71	\$342,849.92	\$17,308.47	-\$1,523.51	\$1,310,146.39
Arawa Park	\$915.00	\$160.62	\$112.61	-\$24.85	-\$0.63	\$836.36
Ascot Downs	\$730.00	\$143.88	\$394.49	-\$22.38	-\$0.08	\$473.72
Ashburton	\$258.00	\$44.01	\$106.28	-\$6.93	-\$1.70	\$194.02
Australia	\$73,267.60	\$15,425.61	\$22,835.15	\$1,980.55	-\$72.44	\$47,165.65
Australia B	\$61,737.40	\$12,982.84	\$18,001.02	-\$339.05	-\$67.02	\$46,735.76
Australia C	\$44,097.20	\$9,117.22	\$11,758.76	\$1,688.59	-\$54.16	\$28,865.78
Avondale	\$301.00	\$51.83	\$65.85	\$15.60	-\$1.81	\$205.09
Awapuni	\$633.00	\$110.85	\$197.53	\$19.59	-\$2.15	\$481.44
Axevalle	\$9.00	\$1.80	\$3.58	-\$0.46	\$0.00	\$16.47
Ayr	\$1,839.00	\$356.29	\$372.97	\$154.67	-\$0.15	\$989.76
Balmoral	\$23,938.20	\$5,125.91	\$3,906.21	\$35.88	-\$14.94	\$16,388.45
Bangor on Dee - UK	\$136.00	\$30.65	\$16.23	-\$1.47	-\$0.05	\$142.84
Bergen	\$1.00	\$0.20	\$0.00	\$0.80	\$0.00	-\$0.80
Bergsaker	\$167.40	\$47.12	\$258.48	-\$142.92	\$0.27	\$401.13
Birmingham	\$72.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Bluffs Run Greyhound Track	\$1,332.60	\$306.76	\$146.59	\$4.33	\$0.00	\$142.26
Boden	\$27.00	\$7.10	\$6.01	\$13.89	\$0.00	-\$7.88
Bollnas	\$56.00	\$12.98	\$12.43	\$30.59	\$0.01	-\$18.17
Buffalo Raceway	\$11,038.30	\$2,283.59	\$2,120.96	\$275.01	-\$11.47	\$7,949.03
Cagnes-Sur-Mer	\$104.00	\$23.73	\$14.09	\$0.00	\$0.00	\$45.50
Catterick	\$1,168.00	\$248.25	\$120.29	\$6.49	-\$0.03	\$1,077.27
Charles Town	\$255,750.40	\$48,433.50	\$44,431.75	\$3,405.65	-\$5,639.87	\$194,559.40
Charlottetown	\$695.20	\$191.12	\$486.93	-\$28.97	\$13.88	\$438.77
Chelmsford	\$1,775.00	\$385.41	\$547.99	\$1.30	-\$0.71	\$1,632.36
Cheltenham	\$1,939.00	\$384.02	\$677.22	-\$14.10	\$0.00	\$1,331.31
Chepstow Racecourse	\$1,327.00	\$291.27	-\$95.77	\$54.31	\$0.06	\$1,100.55
Cork Racecourse	\$219.00	\$56.48	\$73.73	\$3.84	-\$1.45	\$137.66
Daytona Beach Kennel Club	\$484.70	\$124.19	\$43.83	\$0.76	\$0.00	\$43.07
Daytona Beach Kennel NT	\$1,406.20	\$313.02	-\$74.71	\$4.14	\$0.00	-\$78.85
Daytona Beach Twilight	\$748.60	\$209.76	\$176.84	\$3.64	\$0.00	\$173.20
Delta Downs	\$649,989.90	\$134,482.95	\$119,699.00	\$1,082.81	-\$1,089.15	\$488,795.09
Doncaster	\$1,805.00	\$384.45	\$651.36	\$104.56	-\$0.04	\$1,109.83
Dover Downs Raceway	\$215,756.00	\$49,849.65	\$4,420.66	\$2,539.62	-\$835.51	\$169,788.94
Drammen	\$76.00	\$16.77	\$9.37	\$49.86	\$0.00	-\$40.49
Dundalk Racecourse	\$827.00	\$203.11	\$248.35	\$26.61	-\$1.64	\$594.57
Ellerslie	\$448.00	\$54.96	\$86.14	\$9.92	-\$0.61	\$217.73
Eskilstuna	\$401.00	\$93.05	\$290.23	-\$25.86	\$0.10	\$303.66
Exeter	\$1,132.00	\$261.99	\$153.17	\$289.34	-\$0.17	\$431.04
FFOS Las Racecourse	\$548.00	\$112.90	\$225.18	\$93.50	-\$0.01	\$181.47
Fair Grounds	\$1,822,233.80	\$376,981.54	\$330,406.16	\$19,656.01	-\$3,239.04	\$1,380,724.22
Fairview - South Africa	\$8,208.40	\$1,911.16	\$3,315.24	-\$21.35	-\$13.33	\$7,743.97
Fairyhouse Racecourse	\$1,209.00	\$307.23	\$468.30	\$64.18	-\$4.09	\$553.31
Fakenham	\$1,313.00	\$311.98	\$599.29	\$109.35	-\$0.19	\$841.60
Farjestad	\$409.00	\$109.11	\$134.60	\$158.14	\$0.04	-\$23.58
Flamboro	\$20,899.00	\$4,962.29	\$4,752.19	-\$43.14	-\$15.65	\$13,156.99
Flamingo Park	\$1,963.10	\$461.25	\$895.57	\$136.92	-\$1.55	\$1,423.57
Forus	\$7.00	\$1.59	\$2.08	\$3.34	\$0.01	-\$1.27
Fraser Downs	\$8,802.00	\$1,686.66	\$1,020.98	\$288.08	-\$5.79	\$6,992.47
Freehold Raceway	\$89,469.90	\$18,499.72	\$4,052.07	\$320.19	-\$352.95	\$70,854.85
Gavle	\$380.00	\$98.19	\$179.50	\$102.33	\$0.13	\$77.04
Golden Gate Fields	\$547,585.20	\$109,033.39	\$82,377.96	\$6,511.86	-\$1,945.15	\$410,603.07
Gore	\$527.00	\$98.82	\$179.36	\$36.97	-\$0.56	\$348.72
Gowran Park Racecourse	\$854.00	\$205.27	\$185.63	-\$10.13	\$13.86	\$619.50
Greyville	\$6,000.00	\$1,368.74	\$1,614.39	-\$166.69	-\$21.83	\$6,384.43
Gulf Greyhound	\$63.40	\$13.53	\$25.60	\$0.02	\$0.00	\$25.58
Gulf Greyhound Night	\$347.30	\$61.26	\$34.80	\$1.45	\$0.00	\$33.35
Gulfstream Park	\$5,271,083.50	\$1,057,568.43	\$1,012,867.55	\$28,618.44	-\$5,643.56	\$4,136,773.61
Halmstad	\$22.00	\$5.80	\$22.29	-\$6.08	\$0.00	\$28.37
Happy Valley	\$8,866.93	\$1,932.07	\$4,092.58	-\$1,140.98	-\$10.01	\$10,423.66
Hastings NZ	\$219.00	\$36.24	\$132.27	-\$6.26	-\$0.39	\$155.63

Out of State Wagering

Date Range:

1/1/2015 - 1/31/2015

Tracks:

All Tracks

Track	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Hawera	\$220.00	\$37.81	\$58.87	\$20.03	-\$0.82	\$103.69
Hawthorne	\$233,059.00	\$49,132.39	\$25,610.12	\$1,659.92	-\$198.54	\$176,501.02
Haydock Park	\$280.00	\$53.90	\$31.54	\$3.64	-\$0.23	\$218.05
Hialeah Park	\$105,177.80	\$19,641.26	\$11,184.33	\$3,328.35	-\$106.20	\$81,294.20
Hipodromo Las Americas	\$307.00	\$72.31	\$233.52	\$3.04	-\$5.20	\$233.80
Hokitika	\$511.00	\$93.83	\$204.00	-\$70.45	-\$1.78	\$539.24
Hollywood Greyhound	\$385.30	\$88.72	\$96.38	\$0.99	\$0.00	\$95.39
Hollywood Greyhound Night	\$1,190.70	\$203.46	\$85.32	\$1.92	\$0.00	\$83.40
Huntingdon	\$201.00	\$42.64	\$50.91	\$29.63	-\$0.03	\$78.90
Jagersro	\$268.10	\$68.28	\$70.74	\$126.96	\$0.01	-\$56.23
Jarlsberg	\$5.00	\$1.40	\$1.19	\$2.41	\$0.00	-\$1.22
Kalmar	\$61.00	\$12.87	-\$4.38	\$17.73	\$0.00	\$28.73
Kelso	\$312.00	\$67.55	\$53.83	\$19.05	-\$0.11	\$161.07
Kempton	\$6,327.00	\$1,396.41	\$1,241.85	\$560.68	-\$0.26	\$3,947.35
Kenilworth	\$6,928.90	\$1,638.04	\$2,991.78	\$372.86	-\$8.41	\$4,817.18
Klosterskogen	\$30.00	\$6.00	\$23.71	-\$11.16	\$0.01	\$34.86
Laurel Park	\$462,425.80	\$98,849.26	\$40,564.76	\$3,972.78	-\$2,857.28	\$352,551.53
Leangen	\$29.00	\$8.07	\$21.58	-\$0.65	\$0.02	\$22.21
Lebanon	\$103,147.70	\$21,848.22	\$19,751.38	\$415.66	-\$124.08	\$76,418.35
Leicester	\$1,085.00	\$225.53	-\$42.57	\$95.46	-\$0.43	\$875.64
Leopardstown Racecourse	\$1,291.00	\$357.07	\$286.65	\$176.06	-\$3.07	\$680.79
Lingfield Park	\$10,087.00	\$2,167.15	\$3,114.43	\$570.57	\$0.50	\$6,528.69
Los Alamitos Quarters	\$227,797.30	\$49,094.09	\$70,293.22	\$386.88	-\$436.02	\$176,318.60
Louisiana Downs	\$49,122.70	\$10,376.43	\$10,101.75	\$2,957.58	-\$79.20	\$33,245.54
Ludlow	\$1,286.00	\$282.46	\$105.23	\$304.73	-\$0.07	\$509.52
Mahoning Valley Race Course	\$94,679.00	\$19,193.34	\$27,114.79	\$5,170.08	-\$285.00	\$60,626.67
Mantorp	\$25.00	\$4.99	\$4.47	\$15.54	\$0.00	-\$11.07
Market Rasen	\$95.00	\$20.51	\$23.04	-\$6.98	-\$0.03	\$131.32
Marseille Vivaux	\$6.00	\$1.33	\$4.67	\$0.00	\$0.00	\$4.67
Matamata	\$618.00	\$75.79	\$78.97	\$43.06	-\$0.09	\$353.48
Maywood Park	\$26,329.90	\$5,581.03	\$3,033.00	\$553.73	-\$17.09	\$17,284.31
Meadowlands Racecourse (Harness)	\$770,439.60	\$148,423.82	-\$3,366.84	\$9,164.87	-\$1,281.68	\$647,617.40
Meydan	\$15,000.30	\$3,278.46	\$1,889.32	\$50.70	-\$22.52	\$11,155.54
Momarken	\$34.00	\$8.74	\$46.71	-\$21.44	\$0.03	\$68.12
Monticello Raceway	\$270,838.40	\$58,747.31	-\$18,401.11	\$526.76	-\$554.22	\$239,367.68
Musselburgh	\$1,680.00	\$342.74	\$206.48	\$125.79	\$0.07	\$1,138.47
Naas Racecourse	\$502.00	\$141.34	\$103.66	\$46.35	-\$3.46	\$254.65
Naples-Fort Myers Greyhound	\$487.00	\$97.04	-\$25.17	\$3.80	\$0.00	-\$28.97
Naples-Fort Myers Night	\$205.00	\$45.71	-\$55.52	\$0.40	\$0.00	-\$55.92
Naples-Fort Myers Twilight	\$352.00	\$71.84	\$93.11	\$2.40	\$0.00	\$90.71
Navan Racecourse	\$178.00	\$46.83	\$51.89	\$15.49	-\$0.41	\$78.68
New Plymouth	\$543.00	\$65.30	\$136.92	\$98.74	-\$2.22	\$71.84
Newbury	\$525.00	\$117.00	\$317.24	\$7.63	-\$0.04	\$359.80
Newcastle Race Course	\$949.00	\$196.11	\$189.61	\$71.96	-\$0.16	\$596.43
Northfield Park	\$352,861.40	\$74,476.36	\$10,957.91	\$1,227.94	-\$969.89	\$286,358.51
Northlands Park Harness	\$6,087.20	\$1,320.58	\$404.51	\$53.19	-\$3.55	\$4,990.13
Oaklawn Park	\$1,558,020.00	\$304,392.53	\$209,909.49	\$3,870.89	-\$1,891.83	\$1,307,400.83
Omoto	\$219.00	\$40.08	\$102.32	\$3.61	-\$1.33	\$178.05
Orebro	\$124.00	\$31.49	\$87.95	-\$25.42	\$0.03	\$106.43
Ostersund	\$211.00	\$50.15	\$186.60	-\$25.75	\$0.13	\$212.22
Otaki	\$441.00	\$80.14	-\$3.06	\$39.19	-\$2.31	\$363.57
Palm Beach KC Night	\$718.00	\$164.68	-\$467.55	\$2.80	\$0.00	-\$470.35
Palm Beach Kennel Club	\$5,173.00	\$1,070.51	-\$359.39	\$44.55	\$0.00	-\$403.94
Parx Racing (D)	\$117,044.50	\$25,265.79	\$27,808.95	\$3,083.28	-\$468.78	\$82,241.63
Pau	\$228.00	\$51.84	\$36.62	\$0.00	\$0.00	\$144.31
Penn National	\$306,074.00	\$66,998.07	\$47,018.20	-\$911.92	-\$184.49	\$226,186.69
Phumelela Advanced Track	\$1,342.10	\$317.33	\$759.10	-\$123.62	-\$0.42	\$1,132.36
Plumpton	\$2,063.00	\$471.77	\$335.58	\$201.61	-\$0.11	\$1,435.79
Pompano Park	\$121,257.20	\$25,283.29	\$9,914.32	\$1,369.21	-\$194.48	\$93,567.60
Pornichet	\$8.00	\$1.54	\$3.65	\$0.00	\$0.00	\$10.45
Portland Meadows	\$40,630.10	\$8,138.51	\$13,984.37	-\$241.47	-\$88.68	\$29,391.25
Punchestown Racecourse	\$111.00	\$30.10	\$44.91	\$15.00	-\$0.34	\$44.67

Out of State Wagering

Date Range:

1/1/2015 - 1/31/2015

Tracks:

All Tracks

Track	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Reefton	\$626.00	\$110.80	\$132.17	\$125.56	-\$0.70	\$237.29
Rideau Carlton Raceway	\$3,995.00	\$985.99	\$444.94	\$49.31	-\$5.16	\$3,025.84
Romme	\$104.40	\$26.28	\$52.54	\$15.58	\$0.04	\$36.92
Ruakaka	\$434.00	\$73.04	\$186.50	-\$20.40	-\$5.62	\$354.28
Sam Houston Race Park	\$194,170.80	\$37,828.06	\$46,169.13	\$309.27	-\$376.28	\$150,602.89
Sandown	\$551.00	\$107.87	\$54.95	\$137.98	\$0.38	\$216.59
Sanford-Orlando - Night	\$330.40	\$68.52	\$86.64	\$0.48	\$0.00	\$86.16
Sanford-Orlando Kennel Club	\$2,120.30	\$444.19	\$102.78	\$5.97	\$0.00	\$96.81
Santa Anita Park	\$3,044,929.12	\$597,966.90	\$710,698.21	\$13,992.53	-\$3,640.79	\$2,317,811.65
Sarasota Kennel Club	\$1,068.20	\$247.25	\$258.42	\$5.83	\$0.00	\$252.59
Scotsville - South Africa	\$3,778.50	\$908.45	\$1,332.03	\$379.28	-\$3.58	\$2,912.33
Sedgefield Park	\$899.00	\$188.51	\$253.19	\$35.11	-\$0.28	\$517.01
Sha Tin	\$20,365.68	\$3,872.84	\$5,858.49	\$29.48	-\$12.91	\$15,399.18
Sollalla	\$134.80	\$29.96	\$117.75	-\$27.76	\$0.03	\$145.48
Southland Racing	\$1,159.50	\$217.33	-\$9.12	\$1.66	\$0.00	-\$10.78
Southland Racing Night	\$1,129.10	\$214.06	\$64.25	\$2.04	-\$0.10	\$62.31
Southwell	\$6,325.00	\$1,374.41	\$2,084.20	-\$420.37	-\$0.82	\$6,682.99
St. John's Greyhound Night	\$872.00	\$187.08	\$172.49	\$4.85	\$0.00	\$167.64
St. John's Greyhound Park	\$615.00	\$94.32	\$78.24	\$2.34	-\$0.08	\$75.98
Sunland Park (Nuevo Sol)	\$109,475.00	\$23,778.58	\$17,996.29	\$849.79	-\$139.61	\$81,193.50
Taby Galopp	\$170.00	\$43.90	\$49.26	-\$2.72	\$0.02	\$108.91
Tampa Bay Downs	\$2,447,205.30	\$496,642.09	\$362,109.43	\$7,066.56	-\$2,084.97	\$1,861,934.82
Taunton	\$1,088.00	\$227.75	-\$81.83	\$29.58	\$0.07	\$1,170.27
Tauranga	\$2,214.00	\$365.31	\$921.18	\$98.82	-\$4.38	\$1,389.05
Te Teko	\$549.00	\$97.33	\$150.51	\$49.58	-\$0.81	\$359.23
Thames	\$481.00	\$78.49	\$139.27	\$89.26	-\$0.80	\$205.43
The Meadows	\$168,462.50	\$34,964.63	\$8,308.68	\$5,139.09	-\$261.28	\$129,619.01
The Raceway @ Western Fair District	\$93,859.00	\$20,261.87	\$17,823.59	\$5,580.12	-\$35.59	\$58,761.16
Thurles Racecourse	\$738.00	\$177.19	\$249.66	\$85.88	-\$1.84	\$257.07
Towcester	\$307.00	\$63.08	\$91.47	\$82.39	-\$0.08	\$183.08
Tramore Racecourse	\$88.00	\$25.62	-\$4.91	\$22.81	-\$0.01	\$37.96
Trentham	\$2,548.00	\$402.77	\$710.23	-\$10.38	-\$10.75	\$1,934.46
Tri-State Greyhound Night	\$10,133.80	\$2,041.43	-\$469.21	\$10.79	\$0.00	-\$480.00
Tri-State Greyhound Twilight	\$902.50	\$184.12	-\$95.39	\$1.00	\$0.00	-\$96.39
Tucson Greyhound	\$3,396.20	\$631.92	\$345.08	\$4.32	\$0.00	\$340.76
Turf Paradise	\$320,110.00	\$72,703.03	\$61,870.02	\$606.74	-\$1,214.82	\$236,662.17
Turffontein	\$5,476.40	\$1,259.50	\$895.67	\$230.30	-\$9.57	\$5,511.26
Umaker	\$42.00	\$9.80	\$11.04	\$4.60	\$0.00	\$24.82
Uttoxeter	\$471.00	\$102.20	\$37.65	\$3.06	\$0.01	\$368.51
Vaal	\$4,770.60	\$1,108.33	\$2,318.67	-\$234.22	-\$2.08	\$4,767.13
Wanganui	\$528.00	\$92.20	\$259.04	-\$14.58	-\$1.17	\$334.05
Warwick	\$1,051.00	\$215.93	\$181.53	-\$42.94	-\$0.11	\$1,121.70
Watch and Wager Harness	\$159,872.20	\$34,230.48	-\$3,424.07	\$1,882.74	-\$156.80	\$135,562.20
Wetherby	\$779.00	\$154.43	-\$102.57	\$52.66	-\$0.05	\$797.98
Wheeling Downs	\$664.20	\$134.13	-\$48.59	\$1.96	\$0.00	-\$50.55
Wheeling Downs Evening	\$295.80	\$64.27	\$89.29	\$0.18	\$0.00	\$89.11
Wincanton	\$905.00	\$185.08	\$451.96	-\$91.93	-\$0.15	\$870.42
Wingatui	\$16.00	\$2.47	\$34.52	-\$21.25	-\$0.26	\$55.69
Wolverhampton	\$9,984.00	\$2,171.02	\$3,450.21	-\$452.22	\$2.17	\$8,836.78
Woodbine	\$212,458.60	\$45,915.40	\$6,886.83	\$2,638.79	-\$188.06	\$161,534.16
Xpress Track XA	\$79.45	\$27.81	\$1.71	\$49.94	\$0.00	-\$48.23
Yonkers	\$150,625.00	\$31,735.94	-\$20,006.28	\$1,904.27	-\$247.26	\$141,096.73
Total:	\$22,834,511.88	\$4,613,533.26	\$3,770,333.90	\$162,902.11	-\$38,743.12	\$17,631,084.76

WAGERING ON HISTORICAL RACES TOTALS
KENTUCKY DOWNS-February 2015

Total Wagered.....	\$	29,165,879.30
Total Commission.....	\$	2,198,983.77
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	1,761,495.58
(Total Commission minus the pari-mutuel tax...Amount that goes to KY Downs)		
Purse Fund.....	\$	246,609.38
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	17,614.96
(1% of the net track commission)		
State Commission.....	\$	437,488.19
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	218,744.09
(.75% of the total wagered)		
Equine Industry Program.....	\$	58,331.76
(.2% of the total wagered)		
Equine Drug Research.....	\$	29,165.88
(.1% of the total wagered)		
Higher Education Fund.....	\$	29,165.88
(.1% of the total wagered)		
General Fund.....	\$	102,080.58
(.35% of the total wagered)		
Returned to the Public.....	\$	26,997,350.06

WAGERING ON HISTORICAL RACES TOTALS
ELLIS PARK-February 2015

Total Wagered.....	\$	4,061,584.40
Total Commission.....	\$	312,603.36
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	251,679.59
(Total Commission minus the pari-mutuel tax...Amount that goes to Ellis Park)		
Purse Fund.....	\$	35,235.14
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	2,516.80
(1% of the net track commission)		
State Commission.....	\$	60,923.77
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	30,461.88
(.75% of the total wagered)		
Equine Industry Program.....	\$	8,123.17
(.2% of the total wagered)		
Equine Drug Research.....	\$	4,061.58
(.1% of the total wagered)		
Higher Education Fund.....	\$	4,061.58
(.1% of the total wagered)		
General Fund.....	\$	14,215.55
(.35% of the total wagered)		
Returned to the Public.....	\$	3,749,343.98

WAGERING ON HISTORICAL RACES TOTALS
COMBINED- February 2015

Total Wagered.....	\$ 33,227,463.70
 Total Commission.....	 \$ 2,511,587.13
(Total wagered minus takeout rates)	
 Net Track Commission.....	 \$ 2,013,175.17
(Total Commission minus the pari-mutuel tax)	
Purse Fund.....	\$ 281,844.52
(14% of the net track commission)	
Breeders' Incentive Fund.....	\$ 20,131.75
(1% of the net track commission)	
 State Commission.....	 \$ 498,411.96
(Pari-mutuel tax...1.5% of the total wagered)	
Development Fund.....	\$ 249,205.98
(.75% of the total wagered)	
Equine Industry Program.....	\$ 66,454.93
(.2% of the total wagered)	
Equine Drug Research.....	\$ 33,227.46
(.1% of the total wagered)	
Higher Education Fund.....	\$ 33,227.46
(.1% of the total wagered)	
General Fund.....	\$ 116,296.12
(.35% of the total wagered)	
 Returned to the Public.....	 \$ 30,746,694.05

WAGERING ON HISTORICAL RACES TOTALS
KY Downs- Calendar Year 2015

Total Wagered.....	\$ 57,976,459.50
 Total Commission.....	 \$ 4,381,543.74
(Total wagered minus takeout rates)	
 Net Track Commission.....	 \$ 3,511,896.85
(Total Commission minus the pari-mutuel tax)	
Purse Fund.....	\$ 491,665.56
(14% of the net track commission)	
Breeders' Incentive Fund.....	\$ 35,118.97
(1% of the net track commission)	
 State Commission.....	 \$ 869,646.89
(Pari-mutuel tax...1.5% of the total wagered)	
Development Fund.....	\$ 434,823.45
(.75% of the total wagered)	
Equine Industry Program.....	\$ 115,952.92
(.2% of the total wagered)	
Equine Drug Research.....	\$ 57,976.46
(.1% of the total wagered)	
Higher Education Fund.....	\$ 57,976.46
(.1% of the total wagered)	
General Fund.....	\$ 202,917.61
(.35% of the total wagered)	
 Returned to the Public.....	 \$ 53,598,071.81

WAGERING ON HISTORICAL RACES TOTALS
Ellis Park- Calendar Year 2015

Total Wagered.....	\$	8,057,607.15
Total Commission.....	\$	618,001.06
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	497,136.95
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	69,599.17
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	4,971.37
(1% of the net track commission)		
State Commission.....	\$	120,864.11
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	60,432.05
(.75% of the total wagered)		
Equine Industry Program.....	\$	16,115.21
(.2% of the total wagered)		
Equine Drug Research.....	\$	8,057.61
(.1% of the total wagered)		
Higher Education Fund.....	\$	8,057.61
(.1% of the total wagered)		
General Fund.....	\$	28,201.63
(.35% of the total wagered)		
Returned to the Public.....	\$	7,432,091.25

WAGERING ON HISTORICAL RACES TOTALS
Combined- Calendar Year 2015

Total Wagered.....	\$	66,034,066.65
Total Commission.....	\$	4,999,544.80
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	4,009,033.80
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	561,264.73
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	40,090.34
(1% of the net track commission)		
State Commission.....	\$	990,511.00
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	495,255.50
(.75% of the total wagered)		
Equine Industry Program.....	\$	132,068.13
(.2% of the total wagered)		
Equine Drug Research.....	\$	66,034.07
(.1% of the total wagered)		
Higher Education Fund.....	\$	66,034.07
(.1% of the total wagered)		
General Fund.....	\$	231,119.23
(.35% of the total wagered)		
Returned to the Public.....	\$	61,030,163.06

WAGERING ON HISTORICAL RACES TOTALS
KY Downs- September 1, 2011 thru February 28, 2015

Total Wagered.....	\$	894,397,865.10
Total Commission.....	\$	69,494,093.16
(Total wagered minus takeout rates)		
Net Track Commission.....	\$	56,078,125.19
(Total Commission minus the pari-mutuel tax)		
Purse Fund.....	\$	7,850,937.53
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	560,752.32
(1% of the net track commission)		
State Commission.....	\$	13,415,967.98
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	6,708,126.70
(.75% of the total wagered)		
Equine Industry Program.....	\$	1,788,833.79
(.2% of the total wagered)		
Equine Drug Research.....	\$	894,397.87
(.1% of the total wagered)		
Higher Education Fund.....	\$	894,397.87
(.1% of the total wagered)		
General Fund.....	\$	3,130,392.53
(.35% of the total wagered)		
Returned to the Public.....	\$	824,609,548.99

WAGERING ON HISTORICAL RACES TOTALS
Ellis Park- August 31, 2012 thru February 28, 2015

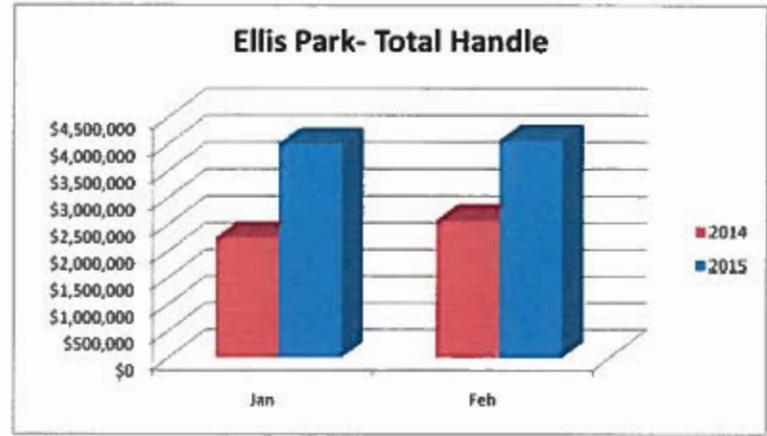
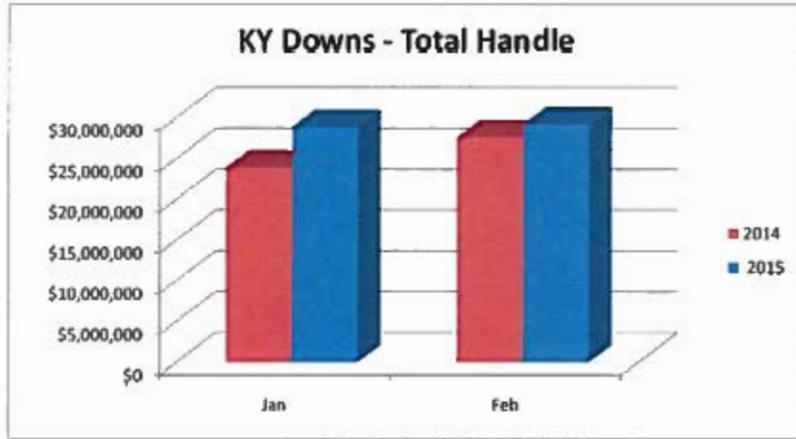
Total Wagered.....	\$	83,847,654.85
 Total Commission.....	 \$	 6,504,408.41
(Total wagered minus takeout rates)		
 Net Track Commission.....	 \$	 5,246,693.59
(Total Commission minus the pari-mutuel tax...Amount that goes to Ellis Park)		
Purse Fund.....	\$	734,537.10
(14% of the net track commission)		
Breeders' Incentive Fund.....	\$	52,463.38
(1% of the net track commission)		
 State Commission.....	 \$	 1,257,714.82
(Pari-mutuel tax...1.5% of the total wagered)		
Development Fund.....	\$	628,857.41
(.75% of the total wagered)		
Equine Industry Program.....	\$	167,695.31
(.2% of the total wagered)		
Equine Drug Research.....	\$	83,847.65
(.1% of the total wagered)		
Higher Education Fund.....	\$	83,847.65
(.1% of the total wagered)		
General Fund.....	\$	293,466.79
(.35% of the total wagered)		
 Returned to the Public.....	 \$	 77,034,128.13

WAGERING ON HISTORICAL RACES TOTALS
Combined- September 1, 2011 thru February 28, 2015

Total Wagered.....	\$ 978,245,519.95
Total Commission.....	\$ 75,998,501.58
(Total wagered minus takeout rates)	
Net Track Commission.....	\$ 61,324,818.78
(Total Commission minus the pari-mutuel tax)	
Purse Fund.....	\$ 8,585,474.63
(14% of the net track commission)	
Breeders' Incentive Fund.....	\$ 613,215.71
(1% of the net track commission)	
State Commission.....	\$ 14,673,682.80
(Pari-mutuel tax...1.5% of the total wagered)	
Development Fund.....	\$ 7,336,984.12
(.75% of the total wagered)	
Equine Industry Program.....	\$ 1,956,529.10
(.2% of the total wagered)	
Equine Drug Research.....	\$ 978,245.52
(.1% of the total wagered)	
Higher Education Fund.....	\$ 978,245.52
(.1% of the total wagered)	
General Fund.....	\$ 3,423,859.32
(.35% of the total wagered)	
Returned to the Public.....	\$ 901,643,677.12

Historical Racing - Monthly Comparisons

	Kentucky Downs (390 machines)					Ellis Park (127 machines)						
	Total Handle				Daily Average		Total Handle				Daily Average	
	2015	2014	Diff	%	2015	2014	2015	2014	Diff	%	2015	2014
JANUARY	\$28,810,580	\$23,886,617	\$4,923,963	20.6%	\$929,374	\$770,536	\$3,996,023	\$2,243,634	\$1,752,388	78.1%	\$128,904	\$72,375
FEBRUARY	\$29,165,879	\$27,571,486	\$1,594,394	5.8%	\$1,041,639	\$984,696	\$4,061,584	\$2,572,259	\$1,489,325	57.9%	\$145,057	\$91,866
CUMULATIVE	\$57,976,460	\$51,458,102	\$6,518,357	12.7%			\$8,057,607	\$4,815,894	\$3,241,713	67.3%		



Total Handle on "Live" Kentucky Races: Turfway Park

Race Date	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
02/01/15	\$1,367,566.94	\$277,398.00	\$108,509.08	\$5,743.86	(\$873.14)	\$1,071,131.47
Week 1 Total	\$ 1,367,566.94	\$ 277,398.00	\$ 108,509.08	\$ 5,743.86	(\$873.14)	\$ 1,071,131.47
Cumulative	\$ 1,367,566.94	\$ 277,398.00	\$ 108,509.08	\$ 5,743.86	(\$873.14)	\$ 1,071,131.47
2/5/2015 optional						
02/06/15	\$1,983,301.05	\$401,582.78	\$147,709.12	\$1,050.72	(\$628.79)	\$1,556,236.58
02/07/15	\$1,797,287.19	\$364,514.75	\$126,905.91	\$5,233.39	(\$897.00)	\$1,406,509.88
02/08/15	\$1,955,278.69	\$402,499.16	-\$6,689.82	\$10,036.51	(\$15.12)	\$1,549,447.96
Week 2 Total	\$ 5,735,866.93	\$ 1,168,596.69	\$ 267,925.21	\$ 16,320.62	(\$1,540.91)	\$ 4,512,194.42
Cumulative	\$ 7,103,433.87	\$ 1,445,994.69	\$ 376,434.29	\$ 22,064.48	(\$2,414.05)	\$ 5,583,325.89
2/12/2015 optional						
02/13/15	\$1,769,725.54	\$357,532.25	\$115,511.48	\$15,806.42	-\$672.13	\$1,368,469.74
2/14/15**						
02/15/15	\$1,501,885.93	\$306,955.44	\$9,034.80	\$7,025.58	-\$147.91	\$1,179,018.02
Week 3 Total	\$ 3,271,611.47	\$ 664,487.69	\$ 124,546.28	\$ 22,832.00	(\$820.04)	\$ 2,547,487.76
Cumulative	\$ 10,375,045.34	\$ 2,110,482.38	\$ 500,980.57	\$ 44,896.48	(\$3,234.09)	\$ 8,130,813.65
2/19/2015 optional						
02/20/15	\$1,159,577.67	\$233,354.13	\$45,736.18	\$14,726.63	(\$1,995.61)	\$913,528.77
02/21/15**						
02/22/15	\$1,231,831.68	\$252,101.53	\$859.67	\$6,667.55	(\$79.19)	\$972,282.12
Week 4 Total	\$ 2,391,409.35	\$ 485,455.66	\$ 46,595.85	\$ 21,394.18	(\$2,074.80)	\$ 1,885,810.89
Total Monthly	\$ 12,766,454.69	\$ 2,595,938.04	\$ 547,576.42	\$ 66,290.66	(\$5,308.89)	\$ 10,016,624.54
2/26/2015 optional						
02/27/15	\$1,710,893.54	\$346,568.89	\$126,251.57	(\$2,760.17)	(\$770.70)	\$1,354,119.74
02/28/15	\$2,022,258.87	\$408,446.28	\$1,689.14	\$8,434.76		\$1,603,688.69
Week 5 Total	\$ 3,733,152.41	\$ 755,015.17	\$ 127,940.71	\$ 5,674.59	(\$770.70)	\$ 2,957,808.43
Total Monthly	\$ 16,499,607.10	\$ 3,350,953.21	\$ 675,517.13	\$ 71,965.25	(\$6,079.59)	\$ 12,974,432.97

* Cancelled due to weather after 4th race

** Cancelled due to weather

Race Date	Total Handle	Difference	Percentage
02/01/14	\$1,284,107.65	\$ (1,284,107.65)	-100.00%
02/02/14	\$1,227,786.97	\$ 139,779.97	11.38%
	\$ 2,511,894.62	\$ (1,144,327.68)	-45.56%
	\$ 2,511,894.62	\$ (1,144,327.68)	-45.56%
	\$ -	\$ -	#DIV/0!
02/07/14	\$1,676,413.40	\$ 306,887.65	18.31%
2/8/2014*	\$539,306.66	\$ 1,257,980.53	233.26%
2/9/2014**	\$ -	\$ 1,955,278.69	#DIV/0!
	\$ 2,215,720.06	\$ 3,520,146.87	158.87%
	\$ 4,727,614.68	\$ 2,375,819.19	50.25%
	\$ -	\$ -	#DIV/0!
2/14/2014**	\$ -	\$ 1,769,725.54	#DIV/0!
2/15/2014**	\$ -	\$ -	#DIV/0!
2/16/2014**	\$ -	\$ 1,501,885.93	#DIV/0!
	\$ -	\$ 3,271,611.47	#DIV/0!
	\$ 4,727,614.68	\$ 5,647,430.66	119.46%
	\$ -	\$ -	#DIV/0!
02/21/14	\$1,813,936.45	\$ (654,358.78)	-36.07%
02/22/14	\$1,317,784.32	\$ (1,317,784.32)	-100.00%
02/23/14	\$1,044,958.47	\$ 186,873.21	17.88%
	\$ 4,176,679.24	\$ (1,785,269.89)	-42.74%
	\$ 8,904,293.92	\$ 3,862,160.77	43.37%
	\$ -	\$ -	#DIV/0!
	\$ -	\$ 1,710,893.54	#DIV/0!
02/28/14	\$ 2,040,677.87	\$ (18,419.00)	-0.90%
	\$ 2,040,677.87	\$ 1,692,474.54	82.94%
	\$ 10,944,971.79	\$ 5,554,635.31	50.75%

Audit Check Report

Date Range: 2/1/2015 - 2/28/2015

Report By: Track

Host: All Hosts

Track	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Aby	\$106.00	\$21.40	(\$66.69)	\$0.00	\$0.00	\$155.44
Angers	\$7.00	\$1.19	\$1.07	\$0.00	\$0.00	\$1.07
Aqueduct	\$1,575,474.90	\$301,267.30	\$206,444.80	\$13,984.76	(\$2,296.58)	\$1,279,718.84
Ascot Downs	\$1,844.00	\$342.40	\$1,069.00	(\$333.64)	\$0.04	\$1,633.92
Ascot Park	\$536.00	\$91.68	\$54.22	\$23.84	(\$1.07)	\$381.68
Australia	\$101,456.00	\$21,052.94	\$30,671.02	\$1,650.55	(\$175.82)	\$76,305.97
Australia B	\$95,894.00	\$19,580.87	\$26,861.83	\$4,210.65	(\$193.73)	\$61,911.04
Australia C	\$69,431.00	\$14,132.32	\$26,258.44	(\$468.56)	(\$102.63)	\$51,105.55
Avondale	\$1,006.00	\$180.31	\$221.86	\$126.73	(\$3.72)	\$610.64
Awapuni	\$741.00	\$125.56	\$259.91	\$214.31	(\$3.20)	\$70.14
Axevalia	\$21.20	\$0.40	\$0.00	\$0.00	\$0.00	\$0.00
Ayr	\$1,696.00	\$372.76	\$251.55	\$275.33	\$0.05	\$1,040.13
Balmoral	\$75,174.00	\$15,559.14	\$2,636.30	(\$1,134.82)	(\$48.80)	\$65,626.00
Bangor on Dee - UK	\$963.00	\$202.17	\$243.98	\$29.87	(\$0.16)	\$638.25
Bergsaker	\$21.00	\$5.30	\$7.74	\$0.00	\$0.00	\$7.74
Birmingham	\$93.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Bluffs Run Greyhound Track	\$1,152.40	\$241.14	\$49.51	\$6.04	\$0.00	\$43.47
Boden	\$27.00	\$5.40	\$1.90	\$0.00	\$0.00	\$13.24
Buffalo Raceway	\$25,279.60	\$5,398.91	\$3,369.93	\$604.39	(\$12.96)	\$18,439.28
Cagnes-Sur-Mer	\$288.00	\$66.50	(\$15.99)	\$0.00	\$0.00	\$219.22
Carlisle	\$595.00	\$120.99	\$101.61	(\$14.34)	(\$0.03)	\$567.64
Catterick	\$2,012.00	\$414.90	\$1,387.52	(\$390.65)	(\$0.04)	\$2,177.24
Chantilly	\$13.00	\$2.03	\$0.54	\$0.00	\$0.00	\$5.14
Charles Town	\$164,403.10	\$30,921.75	\$27,540.62	\$1,088.97	(\$275.93)	\$126,446.78
Charlottetown	\$273.00	\$71.56	\$100.29	\$10.74	(\$1.66)	\$183.31
Chelmsford	\$5,948.00	\$1,265.82	\$2,235.87	\$28.91	(\$0.02)	\$4,384.05
Chepstow Racecourse	\$1,938.00	\$416.81	\$580.58	\$42.52	(\$0.10)	\$1,562.81
Clonmel Racecourse	\$1,790.00	\$422.43	\$1,108.40	(\$134.37)	(\$1.66)	\$973.20
Cromwell	\$300.00	\$49.17	\$50.25	\$37.88	(\$0.79)	\$183.68
Daytona Beach Kennel Club	\$1,046.20	\$250.14	(\$58.05)	\$3.63	\$0.00	(\$61.68)
Daytona Beach Kennel NT	\$1,432.70	\$307.99	(\$163.34)	\$5.12	\$0.00	(\$168.46)
Daytona Beach Twilight	\$169.00	\$47.33	(\$0.01)	\$0.98	\$0.00	(\$0.99)
Delta Downs	\$660,190.70	\$136,690.63	\$132,163.59	\$4,634.19	(\$2,450.77)	\$511,630.47
Doncaster	\$3,726.00	\$783.24	\$1,419.78	(\$74.78)	(\$0.16)	\$3,226.26
Dover Downs Raceway	\$228,912.00	\$53,361.44	(\$6,882.25)	\$1,388.25	(\$851.43)	\$194,680.92
Down Royal Racecourse	\$398.00	\$105.47	\$145.86	\$10.80	(\$0.98)	\$279.34
Dundalk Greyhound	\$2.00	\$0.50	\$1.50	\$0.00	\$0.00	\$1.50
Dundalk Racecourse	\$1,726.00	\$412.85	\$253.89	\$51.71	(\$11.87)	\$1,318.55
Durbanville	\$1,339.10	\$318.91	\$351.28	(\$77.51)	(\$1.88)	\$1,463.38
Ellerslie	\$959.00	\$161.63	\$237.55	\$165.94	(\$1.38)	\$599.06
Eskilstuna	\$23.00	\$4.60	\$10.40	\$0.00	\$0.00	\$10.40
Exeter	\$2,730.00	\$554.18	\$634.37	\$56.09	(\$0.25)	\$2,134.13
FFOS Las Racecourse	\$2,673.00	\$545.09	\$649.18	\$49.99	\$0.13	\$2,033.80
Fair Grounds	\$1,819,167.50	\$376,795.29	\$321,710.30	\$16,374.75	(\$3,244.37)	\$1,395,655.73
Fairview - South Africa	\$7,567.30	\$1,763.56	\$3,400.46	(\$130.23)	(\$10.30)	\$6,375.23
Fairyhouse Racecourse	\$390.00	\$102.65	\$115.90	(\$1.49)	(\$1.25)	\$298.70
Fakenham	\$2,133.00	\$404.54	(\$791.53)	\$66.92	(\$0.08)	\$2,592.77
Farjestad	\$4.00	\$0.80	\$2.19	\$0.00	\$0.00	\$3.52
Flamboro	\$20,789.40	\$5,004.10	\$5,780.49	\$99.78	(\$22.32)	\$13,581.73
Flamingo Park	\$2,634.40	\$627.48	\$1,892.09	(\$320.52)	(\$7.28)	\$2,894.82
Fonner Park	\$4,832.70	\$993.99	\$2,345.71	\$378.45	(\$27.48)	\$3,181.98
Fontainebleau	\$35.00	\$5.45	\$0.00	\$0.00	\$0.00	\$0.00
Fontwell Park	\$2,079.00	\$399.11	\$1,387.20	(\$411.09)	(\$1.10)	\$2,283.91
Forus	\$10.00	\$2.00	(\$2.64)	\$0.00	\$0.00	(\$2.64)

	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Fraser Downs	\$9,174.60	\$1,784.06	\$3,449.01	(\$412.76)	(\$19.79)	\$8,168.17
Freehold Raceway	\$131,103.00	\$27,467.47	\$5,303.82	\$1,607.08	(\$396.45)	\$99,582.11
Gavle	\$112.20	\$1.50	\$0.00	\$0.00	\$0.00	\$0.00
Golden Gate Fields	\$574,623.00	\$113,540.82	\$114,384.82	\$1,064.96	(\$2,545.49)	\$443,122.79
Gowran Park Racecourse	\$2,102.00	\$463.26	\$436.14	(\$493.70)	(\$19.40)	\$2,970.75
Greyville	\$8,628.60	\$2,016.59	\$3,258.12	\$94.82	(\$31.85)	\$6,985.17
Gulf Greyhound	\$111.80	\$24.06	(\$53.40)	\$0.84	\$0.00	(\$54.24)
Gulf Greyhound Night	\$376.00	\$62.88	(\$59.64)	\$2.73	\$0.00	(\$62.37)
Gulfstream Park	\$5,534,465.80	\$1,116,726.75	\$1,037,432.80	\$103,890.82	(\$8,517.97)	\$4,290,165.89
Halmstad	\$60.10	\$1.80	\$7.20	\$0.00	\$0.00	\$7.20
Happy Valley	\$6,286.73	\$1,364.43	\$3,640.30	(\$366.54)	(\$2.48)	\$5,848.36
Hawthorne	\$185,190.80	\$38,484.21	\$5,513.51	\$240.44	(\$196.71)	\$158,649.91
Haydock Park	\$1,748.00	\$325.03	(\$194.36)	\$45.44	(\$0.05)	\$1,671.50
Hialeah Park	\$90,436.00	\$17,053.41	\$18,743.66	\$80.91	(\$120.12)	\$69,923.01
Hipodromo Las Americas	\$1,383.00	\$320.53	\$887.60	\$192.05	(\$17.94)	\$696.43
Hollywood Greyhound	\$695.40	\$151.01	\$63.87	\$0.82	\$0.00	\$63.05
Hollywood Greyhound Night	\$1,782.00	\$139.39	\$59.08	\$1.31	\$0.00	\$57.77
Huntingdon	\$1,978.00	\$443.62	\$172.65	\$320.71	(\$0.13)	\$882.99
Jagersro	\$45.00	\$9.80	\$32.62	\$0.00	\$0.00	\$32.62
Kalmar	\$25.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Kelso	\$1,856.00	\$394.94	\$362.94	\$417.40	(\$0.14)	\$709.64
Kempton	\$8,858.00	\$1,876.51	\$2,370.80	\$291.53	\$0.06	\$6,202.19
Kenilworth	\$7,453.10	\$1,740.46	\$4,297.82	(\$325.56)	(\$17.44)	\$6,187.97
Klosteskogen	\$6.00	\$1.20	(\$1.25)	\$0.00	\$0.00	(\$1.25)
Laurel Park	\$353,907.90	\$74,909.19	\$51,362.44	\$4,056.26	(\$3,000.66)	\$258,304.68
Leangen	\$10.80	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Lebanon	\$82,574.80	\$17,532.39	\$11,463.03	\$454.98	(\$106.36)	\$65,918.52
Leicester	\$1,307.00	\$293.30	\$1,377.61	(\$640.50)	(\$0.19)	\$2,251.75
Leopardstown Racecourse	\$2,029.00	\$517.21	\$989.70	(\$214.12)	(\$5.67)	\$1,653.67
Lingfield Park	\$16,991.00	\$3,591.61	\$8,035.98	(\$1,322.38)	(\$0.67)	\$15,642.66
Los Alamitos Quarters	\$170,622.10	\$36,282.06	\$62,214.14	(\$3,122.55)	(\$411.83)	\$138,455.31
Louisiana Downs	\$64,122.60	\$13,523.87	\$14,789.43	\$2,330.62	(\$105.34)	\$44,825.26
Ludlow	\$935.00	\$189.94	\$268.99	\$112.09	(\$0.02)	\$585.03
Lyon La Soie	\$25.00	\$6.35	\$4.81	\$0.00	\$0.00	\$36.46
Mahoning Valley Race Course	\$97,858.00	\$20,136.34	\$20,607.29	(\$1,107.74)	(\$344.07)	\$83,006.13
Makaraka	\$250.00	\$43.11	\$28.67	\$11.02	(\$0.18)	\$196.95
Mantorp	\$2.00	\$0.40	(\$1.68)	\$0.00	\$0.00	(\$1.68)
Market Rasen	\$1,468.00	\$285.18	\$394.46	\$44.36	(\$0.05)	\$881.34
Marseille Vivaux	\$64.00	\$12.82	\$0.87	\$0.00	\$0.00	\$10.81
Marseille-Borely	\$3.00	\$0.47	\$0.49	\$0.00	\$0.00	\$0.49
Matamata	\$747.00	\$124.61	\$307.59	(\$36.23)	(\$5.87)	\$667.88
Maywood Park	\$55,015.90	\$11,278.19	\$7,379.52	\$1,295.54	(\$139.80)	\$39,951.81
Meadowlands Racecourse (Harness)	\$674,567.40	\$129,982.91	\$3,355.69	\$5,313.76	(\$717.23)	\$579,533.17
Meydan	\$26,076.10	\$6,494.29	\$9,623.84	(\$859.71)	(\$42.93)	\$19,848.66
Mont De Marsan	\$20.00	\$3.12	\$14.85	\$0.00	\$0.00	\$14.85
Monticello Raceway	\$219,696.90	\$47,845.88	(\$32,101.91)	\$1,451.05	(\$380.66)	\$209,624.08
Musselburgh	\$2,457.00	\$488.11	\$386.03	(\$47.21)	(\$0.07)	\$2,214.95
Naas Racecourse	\$1,519.00	\$375.97	\$398.02	(\$89.12)	(\$10.53)	\$1,313.03
Naples-Fort Myers Greyhound	\$1,187.00	\$229.63	\$60.56	\$5.90	\$0.00	\$54.66
Naples-Fort Myers Night	\$245.00	\$51.57	(\$18.62)	\$2.54	\$0.00	(\$21.16)
Naples-Fort Myers Twilight	\$464.00	\$98.88	(\$73.86)	\$3.78	\$0.00	(\$77.64)
Navan Racecourse	\$659.00	\$167.12	\$313.42	(\$104.90)	(\$1.01)	\$650.97
New Plymouth	\$392.00	\$67.10	\$185.30	\$37.20	(\$0.68)	\$203.61
Newbury	\$2,443.00	\$523.41	\$526.60	\$41.46	(\$0.17)	\$2,009.83
Newcastle Race Course	\$1,567.00	\$324.99	\$1,010.15	(\$347.24)	(\$0.32)	\$1,696.18
Northfield Park	\$374,793.40	\$78,862.77	(\$19,755.41)	\$1,345.16	(\$586.97)	\$352,416.03
Northville Downs	\$6,143.90	\$1,323.84	\$2,112.94	(\$8.12)	(\$110.71)	\$3,676.38
Oaklawn Park	\$1,779,218.20	\$347,773.14	\$285,396.73	\$2,728.74	(\$1,744.63)	\$1,420,941.46

	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Omakau	\$419.00	\$70.87	\$193.75	\$14.38	(\$0.16)	\$185.22
Orebro	\$15.00	\$3.00	(\$7.50)	\$0.00	\$0.00	\$43.95
Palm Beach KC Night	\$356.00	\$84.92	(\$287.25)	\$1.04	\$0.00	(\$288.29)
Palm Beach Kennel Club	\$5,370.00	\$1,071.41	(\$74.77)	\$30.56	(\$0.02)	(\$105.31)
Parx Racing (D)	\$177,351.90	\$38,291.06	\$48,205.10	\$847.93	(\$636.14)	\$131,893.15
Pau	\$138.00	\$26.51	\$12.50	\$0.00	\$0.00	\$147.06
Penn National	\$232,374.30	\$51,208.50	\$42,548.42	\$3,405.10	(\$249.23)	\$161,123.84
Plumpton	\$2,158.00	\$436.47	\$1,034.61	\$120.46	\$0.02	\$933.12
Pompano Park	\$159,951.80	\$33,453.33	(\$1,603.54)	\$2,517.17	(\$498.79)	\$142,648.23
Pornichet	\$16.00	\$3.97	\$1.86	\$0.00	\$0.00	\$16.80
Portland Meadows	\$20,735.70	\$4,036.47	\$6,170.11	\$1,047.27	(\$59.65)	\$14,318.26
Punchestown Racecourse	\$1,407.00	\$341.02	\$67.10	\$49.15	(\$2.26)	\$1,105.64
Riccarton Park	\$1,045.00	\$180.81	\$28.22	\$127.28	(\$0.60)	\$677.72
Rideau Carlton Raceway	\$5,329.60	\$1,321.40	\$2,148.72	(\$161.25)	(\$7.76)	\$3,987.61
Rillito Park	\$2,604.00	\$601.36	\$2,139.86	(\$214.27)	(\$48.85)	\$2,524.88
Romme	\$56.80	\$9.00	\$21.85	\$0.00	\$0.00	\$34.33
Sam Houston Race Park	\$401,236.50	\$77,640.80	\$111,726.21	\$6,693.06	(\$783.59)	\$300,595.70
Sandown	\$1,242.00	\$238.81	(\$124.87)	(\$5.50)	(\$0.45)	\$1,322.17
Sanford-Orlando - Night	\$214.50	\$44.65	\$34.83	\$1.46	\$0.00	\$33.37
Sanford-Orlando Kennel Club	\$3,056.20	\$609.07	(\$248.70)	\$10.22	\$0.00	(\$258.92)
Santa Anita Park	\$2,780,175.50	\$549,543.48	\$542,554.26	\$1,559.57	(\$4,184.16)	\$2,271,305.28
Santa Anita Special P4	\$28,217.50	\$6,546.93	\$9,240.87	\$54.73	(\$3.08)	\$14,824.71
Sarasota Kennel Club	\$2,622.70	\$601.11	(\$77.55)	\$5.84	\$0.00	(\$83.39)
Scotsville - South Africa	\$4,362.10	\$1,029.90	\$1,358.33	\$187.31	(\$6.06)	\$2,963.24
Sedgefield Park	\$1,513.00	\$295.10	\$568.59	\$276.52	\$0.52	\$397.67
Sha Tin	\$23,781.78	\$4,694.91	\$9,436.67	(\$328.07)	(\$9.08)	\$18,834.48
Solvalla	\$114.80	\$21.40	(\$31.82)	\$0.00	\$0.00	\$167.47
Southland Racing	\$3,264.10	\$616.31	\$36.12	\$3.83	\$0.00	\$32.29
Southland Racing Night	\$942.20	\$164.59	(\$13.61)	\$1.17	(\$0.02)	(\$14.76)
Southwell	\$5,544.00	\$1,156.36	\$1,572.36	\$800.91	(\$0.33)	\$2,502.98
St. John's Greyhound Night	\$1,509.00	\$329.81	(\$192.03)	\$7.70	\$0.00	(\$199.73)
St. John's Greyhound Park	\$705.80	\$111.39	(\$14.24)	\$2.08	\$0.00	(\$16.32)
Sunland Park (Nuevo Sol)	\$116,063.60	\$25,077.50	\$28,875.03	\$1,369.23	(\$137.49)	\$79,620.53
Taby Galopp	\$128.00	\$33.40	\$59.52	\$0.00	\$0.00	\$77.08
Tampa Bay Downs	\$2,720,167.10	\$554,636.66	\$371,724.03	\$3,409.76	(\$3,123.38)	\$2,169,714.45
Taunton	\$2,404.00	\$513.49	\$1,378.95	(\$216.33)	(\$1.32)	\$2,336.81
Tauranga	\$525.00	\$91.79	\$249.82	(\$66.84)	(\$1.86)	\$504.75
Te Aroha	\$849.00	\$148.39	\$160.81	(\$57.46)	(\$2.67)	\$929.06
Te Rapa	\$1,082.00	\$188.25	\$398.21	\$140.67	(\$4.63)	\$474.69
The Meadows	\$195,216.00	\$41,193.03	(\$18,471.85)	\$259.98	(\$333.73)	\$193,402.63
The Raceway @ Western Fair District	\$75,812.80	\$17,197.64	\$18,767.27	\$4,281.98	(\$204.41)	\$48,789.12
Thurles Racecourse	\$800.00	\$206.61	\$483.47	(\$45.11)	(\$3.38)	\$621.16
Toulouse La Cepiere	\$6.00	\$0.93	\$1.31	\$0.00	\$0.00	\$3.80
Tri-State Greyhound Night	\$7,224.70	\$1,515.30	(\$78.63)	\$7.79	\$0.00	(\$86.42)
Tri-State Greyhound Twilight	\$891.00	\$155.39	\$74.10	\$0.72	\$0.00	\$73.38
Tucson Greyhound	\$3,754.80	\$632.75	(\$96.98)	\$4.69	\$0.00	(\$101.67)
Turf Paradise	\$337,395.80	\$75,231.76	\$84,381.15	(\$3,826.24)	(\$1,051.90)	\$255,271.87
Turffontein	\$6,770.60	\$1,619.84	\$2,675.89	\$144.55	(\$9.60)	\$6,037.51
Umaker	\$2.00	\$0.40	\$1.60	\$0.00	\$0.00	\$1.60
Uttoxeter	\$542.00	\$122.68	\$130.84	(\$22.22)	\$0.01	\$442.85
Vaal	\$9,907.10	\$2,335.21	\$4,334.55	\$897.66	(\$9.54)	\$6,278.13
Wairoa	\$1,366.00	\$232.26	\$306.90	\$101.52	(\$1.43)	\$871.49
Wanganui	\$722.00	\$122.29	\$434.69	(\$40.98)	(\$2.80)	\$734.92
Warwick	\$634.00	\$135.70	\$317.01	\$26.62	(\$0.16)	\$369.03
Watch and Wager Harness	\$125,174.00	\$26,264.25	\$23,909.08	(\$1,701.67)	(\$430.36)	\$98,237.65
Wetherby	\$769.00	\$142.29	\$706.80	(\$178.33)	\$0.11	\$932.86
Wheeling Downs	\$860.00	\$160.63	\$69.09	\$2.92	\$0.00	\$66.17
Wheeling Downs Evening	\$24.00	\$0.71	(\$0.94)	\$0.01	\$0.00	(\$0.95)

	Total Handle	Commission	Adjustment	Pos Break	Neg Break	Runner Pay
Wincanton	\$1,994.00	\$377.16	\$7.91	\$6.89	(\$0.51)	\$2,032.32
Wingatui	\$733.00	\$123.06	\$66.77	\$38.35	(\$0.40)	\$652.88
Wolverhampton	\$9,811.00	\$2,119.77	\$2,885.69	\$419.44	(\$1.15)	\$6,835.86
Woodbine	\$222,165.20	\$48,145.84	\$13,625.59	\$2,511.87	(\$330.11)	\$168,981.94
Yonkers	\$181,144.70	\$38,804.55	(\$26,055.84)	\$2,638.45	(\$101.63)	\$171,427.99
Total:	\$23,294,102.51	\$4,722,023.87	\$3,714,542.06	\$187,781.60	(\$41,596.13)	\$18,473,899.63



KENTUCKY DOWNS

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March 18, 2015

Via Hand Delivered

John Ward
Executive Director
KENTUCKY HORSE RACING COMMISSION
4063 Ironworks Parkway, Building B
Lexington, KY 40511

Dear John:

Kentucky Downs is hereby requesting approval to continue offering exotic wagers on historical Horse Races pursuant to 810 KAR 1:120 Section 4 with a different provider of pari-mutuel wagers, terminals and totalizator system. As you know Kentucky Downs is currently offering exotic wagering on historical horse racing using the RaceTech System. Kentucky Downs will no longer be using the RaceTech System, including any of its terminals or pari-mutuel wagers, after the close of business on March 29, 2015. With the KHRC's permission, Kentucky Downs would utilize Encore Gaming LLC as the new provider for the terminals, pari-mutuel wagers and the totalizator system for historic horse racing, as outlined in the accompanying Amended Request For Exotic Wagering on Historic Horse Racing (the "Amended Request").

Certain information submitted herein is confidential, proprietary and exempt from disclosure under the Open Records Act (the "Act") pursuant to KRS 61.878 (c). In addition any or all personal information contained in the Amended Request and attachments is also exempt from disclosure under the Act. KRS 61.878 (1)(a).

Kentucky Downs respectfully requests the Amended Request be approved by the Commission at the March 23rd meeting. We would be pleased to make a presentation at that meeting if you so desire.

Thank you for your consideration.

Sincerely,

Corey Johnsen
President
Kentucky Downs

Cc: Susan Speckert, Esq.

AMENDED REQUEST FOR EXOTIC WAGERING ON HISTORICAL HORSE RACING

EXECUTIVE SUMMARY

Kentucky Downs, LLC ("Kentucky Downs") has been operating historical horse racing since September, 2011 using the Race Tech System pursuant to a license agreement entered into with RaceTech KY, LLC ("RaceTech"). Kentucky Downs currently has approval to operate 390 Race Tech terminals. RaceTech and Kentucky Downs were unable to enter into a renewal of the license agreement with terms acceptable to Kentucky Downs. Therefore, the license agreement will expire after March 31, 2015. With the permission of the Kentucky Horse Racing Commission ("KHRC"), Kentucky Downs would utilize Encore Gaming LLC ("Encore") as its provider for the terminals, pari-mutuel wagers and the totalizator system for the exotic wagers offered on historical horse racing so that Kentucky Downs can continue to offer this form of exotic wager.

Kentucky Downs is hereby requesting approval for the following at the March 23, 2015 KHRC Meeting ("KHRC Meeting"):

- Operation of a total of 500 Encore terminals. If KHRC approves Kentucky Downs' request for a total of 500 Encore Gaming LLC terminals the net increase in terminals will be 110 from the currently approved number upon reopening on April 2, 2015.
- Each of the Encore pari-mutuel wagers or game themes described in this Amended Request behind Exhibit B. Approval of a total of twenty one (21) pari-mutuel wagers is requested.
- Use of the Encore totalizator system.

As the KHRC is well aware, historical horse racing has been extremely beneficial to the horse industry in Kentucky, resulting in increased purses as well as contributions to the Kentucky Breeders' Incentive Fund. Kentucky Downs thanks the KHRC for its foresight in promulgating the regulations so that the wagering on historical horse racing can benefit the industry.

The KHRC receives monthly reports on the success of historical horse racing in Kentucky. To put it in perspective, in 2011 Kentucky Downs paid \$770,000 in purses, including KTDF. In 2014, Kentucky Downs paid \$4,875,000 in purses, including KTDF. In addition, Kentucky Downs has paid the Kentucky State Treasurer \$13,342,770 in pari-mutuel taxes from 2011 until February 2015.

ENCORE TESTING AND APPROVAL PROCESS

Encore has been working with the KHRC staff for approximately the past ten (10) months to become approved to offer pari-mutuel wagers, the Encore terminals and to provide the totalizator system for historical horse racing. In connection with that process, KHRC staff has conducted due diligence on Encore. In addition, GLI, an independent testing laboratory, has been conducting testing on the Encore system and providing reports to the KHRC staff. An initial GLI report provided a global analysis of the system. In that report, GLI verified that:

- the totalizator accurately handles pool accounting,
- each of the Encore twenty one wagers or game themes are pari-mutuel in nature,
- the Encore wagers are operated through a totalizator,
- the results are based on horse races, and
- the pari-mutuel pools are dynamic.

A second report from GLI verified the math analysis for all of the requested pari-mutuel wagers. A third report from GLI verified the accuracy of the Equibase database used in the Encore system.

On March 3, 2015, Kentucky Downs received permission from the KHRC to install 250 Encore terminals (the "Test Terminals") for the sole purpose of testing the terminals and pari-mutuel wagers on historical horse racing provided thereon. The terminals were installed on March 9, 2015 in a non-public area of the facility and the public has not had access to the terminals nor have they had the ability to view the terminals. GLI conducted testing on the terminals and on the pari-mutuel wagers in a controlled test environment (the "Controlled Test Environment") from March 9 until March 13, 2015. A representative of GLI will present a report on the testing at the KHRC Meeting. Representatives of the KHRC have reviewed the Controlled Test Environment and the testing conducted by GLI.

Subject to KHRC approval requested herein at the KHRC Meeting, the Test Terminals will be open to invited patrons in the Kentucky Downs Controlled Test Environment in a "live play mode but non-cash pari-mutuel wagering environment" for a five day period from March 24 to March 28. This environment will allow patrons to experience the pari-mutuel wagers in a controlled operational trial in live conditions, but without cash being used by the public. Kentucky Downs will seed the terminals with credit plays that are non-redeemable (the credit amount cannot be cashed out). The total of the credits accumulated during that patron's play will be illustrated on a "cash out" ticket. No "cash out" ticket can actually be exchanged for cash. A prize will be offered each night for the biggest "cash out" as part of the Kentucky Downs marketing policy. During this same time period (March 24-28), the 390 Race Tech terminals will continue to be available to the public in the Designated Area.

After the close of business on March 29, 2015, all areas will be closed to the public and remain inoperable and inaccessible to the public until April 2, 2015. The Race Tech terminals will no longer be used after the close of business on March 29 and will be removed from the Kentucky Downs Current Designated Area between March 30 and March 31, 2015.

Also during the period from March 30th to April 1, the 250 Test Terminals will be redistributed and the additional 250 Encore terminals will be added in the Current Designated Area after GLI and KHRC staff have verified the satisfactory functioning of the additional 250 Encore terminals. Terminal placements are shown in Exhibit A. Prior to reopening Kentucky Downs expects KHRC staff to inspect the completed designated area, including terminal positions and CCTV coverage, and subject to KHRC satisfaction, Kentucky Downs requests the area be opened up in full historic horse racing wagering mode with an official reopening of an expanded historic horse racing floor with full access to the public. Kentucky Downs expects to reopen to the public with 500 operating Encore Gaming LLC terminals on April 2.

Kentucky Downs has worked with KHRC staff to determine the levels of the seed pools.

TIMELINE

A proposed timeline is as follows:

- Step 1: (March 23): KHRC Meeting. GLI presents report regarding testing of 250 Encore terminals in Controlled Testing Environment. Kentucky Downs requests approval from the KHRC and approval is granted.
- Step 2: (March 24 to March 28): Invited Patrons wager on Encore terminals in “live play mode but non-cash pari-mutuel wagering” environment. Race Tech terminals will continue to operate in the Current Designated Area.
- Step 3: (March 29): At the close of business the Race Tech system will be switched off.
- Step 4: (March 30 to April 1): Kentucky Downs closes to the public and all RaceTech terminals are removed from the Current Designated Area in compliance with RaceTech notification dated on February 19, 2015. 250 Encore terminals will be redistributed in the Designated Area.
- Step 5: (April 1): The additional 250 Encore terminals will have been tested remotely and verified by GLI and KHRC staff on or prior to this date and will be installed on this date. See Exhibit A.
- Step 6 April 2: Kentucky Downs reopens to the public with the Encore System and 500 Encore terminals

If additional time is needed to complete moving the terminals, resulting in an extra day of closure, Kentucky Downs will immediately notify KHRC Staff.

LEGAL SUPPORT

GLI has tested the Encore pari-mutuel wagers and Encore terminals and will present a report at the KHRC Meeting. All requested new wagers are based on ARCI-004-105T, which can be found in the pari-mutuel wagering section of the Association of Racing Commissioners International Model Rules and are attached hereto at Exhibit D. Expert John Walzak has confirmed that the Encore System and titles/wagers are pari-mutuel, based on a horse race, and are based on an ARCI approved model wager. See Exhibit E.

Pursuant to 810 KAR 1:120 (5) the Commission or its designee shall review and test the exotic wager and shall give its approval if satisfied that:

- (a) the wager does not adversely affect the safety or integrity of horse racing or pari-mutuel wagering in the Commonwealth; and
- (b) the wager complies with KRS Chapter 230 and 810 Chapter 1.

These wagers do not adversely affect the safety or integrity of horse racing or pari-mutuel wagering in the Commonwealth. The wagers comply with KRS Chapter 230 and 810 Chapter 1.

Since this is an amendment to an existing Request many of the requirements are already on file with the KHRC and will not be impacted by this filing. For example, there is already an agreement with the horsemen and this agreement will continue, unchanged. At the request of the KHRC staff Kentucky Downs is certifying that the agreement with the horsemen will continue. The times and dates of operation will remain unchanged.

For ease of reference, a list of exhibits is below with reference to regulatory requirements and requests for certification from staff. If additional information is desired, please advise prior to the KHRC meeting.

- Exhibit A. Description and floor plan of designated area and any related areas, including terminal locations 810 KAR 1:120 Section 4 (1) (d)
- Exhibit B. Types, number, denominations and configuration of pari-mutuel wagers to be offered 810 KAR 1:120 Section 4 (1)(a)
- Exhibit C. A detailed description of the rules that apply to the pari-mutuel wagers and the method of calculating payouts, including how money will be allocated to the seed pool 810 KAR 1:120 Section 4 (1) (b)
- Exhibit D. Copy of Association of Racing Commissioners International Model Rule upon which wagers are based 810 KAR 1:120 Section 4 (1)
- Exhibit E. Opinion letter confirming that such wagers constitute pari-mutuel wagering on horse racing
- Exhibit F. Detailed description of the terminals, including manufacturer, make and model, and terminal literature 810 KAR 1:120 Section 4 (1) (d)(f)
CONFIDENTIAL
- Exhibit G. Terminal maintenance and repair procedures 810 KAR 1:120 Section 4 (1) (g)
CONFIDENTIAL

- Exhibit H. Security plan and surveillance coverage of designated area and any related areas; 810 KAR 1:120 Section 4 (1) (e) See also Exhibit A. CONFIDENTIAL
- Exhibit I. Description and floor plan of supporting totalizer or other similar mechanical equipment and/or associated system(s), including security plan and surveillance coverage. Indicate if any systems or equipment located off-site and include security and surveillance for same CONFIDENTIAL
- Exhibit J. Amount of initial seed pool (to be determined by the KHRC) 810 KAR 1:120 Section 4 (1) (B) See Exhibit B.
- Exhibit K. List of individuals authorized to access and/or repair the terminals, and certification that all such individuals have undergone a background check by a Commission-approved entity prior to having access to the terminals 810 KAR 1:120 Section 4 (1)(h)
- Exhibit L. Memorandum outlining the terms of the agreement between the association and the applicable horsemen's organization, or certification that the current agreement shall stay in effect. The current agreement shall stay in effect. 810 KAR 1:120 Section 4 (1) (i)

61312221.5

EXHIBIT B

TYPES, NUMBER, DENOMINATIONS AND CONFIGURATION OF PARI-MUTUEL WAGERS TO BE OFFERED

810 KAR 1:120 §4(1)(a)

Attached is an Exhibit with a mix of the new Pari-mutuel wagers on Historical Horse Racing. The denominations of wagers and mix of wagers may vary based on customer demand and availability from the manufacture. Kentucky Downs will inform KHRC of any planned modification of denomination and/or mix, the introduction of which will be subject to the approval of the KHRC.

Exhibit B - New Layout - Mix of Pari-Mutuel Wagers on Historical Horse Racing

Theme	Model	Denomination	Min Bet	Seed	500	Color Key
Breve Spirit	TRM1005	\$0.01	\$0.20	\$20,216.40	14	
Conquistador					16	
Major Cash					19	
Turtle Fortune					17	
Enchanted Treasures	TRM1011	\$0.01	\$0.25	\$21,759.90	20	
Slash Funnels					20	
Pampered Pets					20	
Chicken Scratch	TRM1021	\$0.01	\$0.30	\$11,933.65	29	
Chimp Charge					30	
Habanero Diner					28	
In No We Trust					26	
Angels Gate	TRM1027	\$0.01	\$0.20	\$18,202.90	32	
Devils Gate					32	
Diamond Super 7s					34	
Ninja Magic	TRM3003	\$0.01	\$0.50	\$13,485.75	29	
Sailor Thunder					33	
Coins & Covers					20	
Eco Trek	TRM3003	\$0.01	\$0.50	\$13,485.75	20	
Firecracker 7s					22	
Roses & Riches					20	
Three Little Piggy Banks					20	
					\$85,598.00	500

EXHIBIT D

**COPY OF ASSOCIATION OF RACING
COMMISSIONERS INTERNATIONAL MODEL RULE
UPON WHICH WAGERS ARE BASED**

810 KAR 1:120 §4(1)

T. Pick (n) Position (x) Pools

1. (1) The Pick (n) Position (x) Pool requires selection of the first (x) finishers, in their exact positions, in each of a designated number of (n) contests. For example, in a Four Position Pool (x = 4), the bettor chooses four finishers in each contest. If the bettor has chosen "1, 2, 3 and 4", and the actual finishers are "4, 2, 3 and 1", the bettor has correctly chosen 2 positions [the second and third place finishers.]
2. (2) The association must obtain written approval from the Commission concerning the scheduling of Pick (n) Position (x) contests, the designation of one of the methods prescribed in Parts 3 and 6, the percentages of the net pool apportioned between the major share of the Position (x) pool and the minor share(s) of the Position (x) pool, and the amount of any cap to be set on the carryover. Any changes to the approved Pick (n) Position (x) format require prior approval from the Commission.
3. (3) Unless otherwise stated, the major share of the net Pick (n) Position (x) Pool [hereafter, "Position (x) Pool"] shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in a minimum specified number of positions in the (n) contests (considered as a whole) that comprise the Position (x) Pool, based upon the official order of finish. The minimum specified number of positions may be all (x) positions in all (n) contests (for instance, four positions in

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each of six contests, for a total of 24 positions) or a lesser specified number (for instance, 22 or more accurate positions within the six contests taken as a whole.)

(4) The Pick (n) Position (x) pool shall be apportioned under one of the following methods:

1. (a) Method 1, Position (x) With No Minor Pool and No Carryover
 1. (A) The net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
 2. (B) If there are no wagers qualifying for the major share, the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests.
 3. (C) If there are no winning wagers, the entire pool shall be refunded on Position (x) wagers for those contests.
2. (b) Method 2, Position (x) With No Minor Pool and Carryover Instead of a Refund
 1. (A) The net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.

2. (B) If there are no wagers qualifying for the major share, the net Position (x) pool and the carryover shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests.
3. (C) If there are no winning wagers, the net Position (x) pool shall be added to the carryover.
3. (c) Method 3, Position (x) With No Minor Pool and Carryover
 1. (A) The net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
 2. (B) If there are no wagers qualifying for the major share, the net Position (x) pool shall be added to the carryover.
4. (d) Method 4, Position (x) With Minor Pool and No Carryover
 1. (A) The major share of the net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
 2. (B) The minor share of the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.

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(C) If there are no wagers qualifying for the major share, the major share of the net Position (x) pool shall be combined with the minor share for distribution as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests.

4. (D) If there are no wagers correctly selecting any finishers, in exact position, in Position (x) contests, other than winners of the major share of the net Position (x) pool, the minor share of the net Position (x) pool shall be combined with the major share for distribution as a single price pool to those who qualified for the major share.
5. (E) If there are no winning wagers, the pool shall be refunded on Position (x) wagers for those contests.
5. (e) Method 5, Position (x) With Minor Pool and Carryover
 1. (A) The major share of the net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
 2. (B) The minor share of the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests (but

less than the number of positions qualifying for the major share), based upon the official order of finish.

3. (C) If there are no wagers qualifying for the major share, the minor share of the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests, and the major share shall be added to the carryover.
 4. (D) If there are no wagers correctly selecting any finishers, in exact position, other than winners of the major share of the net Position (x) pool, the minor share of the net Position (x) pool shall be combined with the major share for distribution as a single price pool to those who qualified for the major share, or if there are no such winning wagers, added to the carryover.
6. (f) Method 6, Position (x) With Minor Pool(s) and Carryover
1. (A) The major share of the net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
 2. (B) A principal minor share of the net Position (x) pool may be designated, and distributed as a single price pool, to those who correctly selected

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finishers, in exact position, in the greatest number of positions in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.

(C) Additional minor shares of the net Position (x) pool may be designated, and distributed as single price pools, to those who correctly selected the designated number, or range, of finishers, in exact position, in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.

(D) Those qualifying for the principal minor share may also qualify for one of the additional minor shares. When this occurs, the two unbroken prices shall be summed before surcharging or rounding the prices for breakage. For example:

1. (i) Suppose there are \$5 of wagers correctly selecting 12 positions, \$3 of wagers selecting 13 positions, and \$2 of wagers selecting 14 positions, and 14 is the greatest number of positions correctly selected.
2. (ii) Suppose that the principal minor share of the net pool is \$20,000.16. Further, one of the other minor shares is designated for a range of 12 to 15 positions, and this share of the net pool is \$10,000.80. (These amounts are chosen only to illustrate the following steps.)

3. (iii) Then the principal minor share is divided among those selecting 14 positions, and the other minor share is divided among all the wagers selecting 12, 13, and 14 positions, so the 14-position winners receives the sum of two winning prices.
4. (iv) The principal minor share \$20,000.16 divided among the \$2 of 14- position winners yields an unbroken price of \$10,000.08 per dollar, and the other minor share \$10,000.80 divided among the \$10 of 12, 13, and 14-position winners yields an unbroken price of \$1,000.08 per dollar.
5. (v) The sum $\$10,000.08 + \$1,000.08 = \$11,000.16$ is the combined unbroken price for choosing 14 finishers.
6. (vi) If the rounding for breakage is to the next lower \$0.10, the final broken prices are \$11,000.10 for 14 finishers, and \$1,000.00 for 12 or 13 finishers.

(E) The designated number, or range, of finishers, in exact position, in Position (x) contests qualifying as the winning selection in any such minor share.

commission shall approve the number of minor shares, and the

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(F) If there are no wagers qualifying for the major share, the major share shall be added to the carryover. If there are no wagers qualifying for a designated minor share, the minor share of the net Position (x) pool shall be combined with the major share for distribution as a single price pool to those who qualified for the major share, or if there are no such winning wagers, added to the carryover.

(g) Method 7, Position (x) With Minor Pool(s) Based Upon Any One Contest, and No Carryover

1. (A) The major share of the net Position (x) pool shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
2. (B) The minor shares of the net Position (x) pool shall be distributed as single price pools to those (including recipients of the major share of the net Position (n) pool) who selected all (x) finishers, in exact position, in at least one of the Position (x) contests, based upon the official order of finish, as follows:
3. (C) There may be separate minor pools for those who selected all (x) finishers, in exact positions of finish, in the most Position (x) contests, those who selected all (x) finishers, in exact positions of finish, in the second most position (x) contests, and so forth down to those who selected all (x) finishers, in exact positions of finish, in one position (x) contest. Not all such minor shares need to be designated for the wager.

4. (D) If there are no wagers qualifying for the major share, the major share of the net Position (x) pool shall be combined with the highest level minor share for distribution as a single price pool. If there are no wagers qualifying for a designated minor share of the net Position (x) pool, that minor share shall be combined with the next (lower) minor share for distribution as a single price pool.
5. (E) If there are no winning wagers, the pool is refunded.

(h) Method 8, Position (x) With Minor Pool(s) Based Upon Any One Contest, and Carryover

1. (A) The major share of the net Position (x) pool and the carryover, if any, shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
2. (B) The minor shares of the net Position (x) pool shall be distributed as single price pools to those (including recipients of the major share of the net

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Position (x) pool) who selected all (x) finishers, in exact position, in at least one of the Position (x) contests, based upon the official order of finish, as follows:

(C) There may be separate minor pools for those who selected all (x) finishers, in exact positions of finish, in the most position (x) contests, those who selected all (n) finishers, in exact positions of finish, in the second most position (x) contests, and so forth down to those who selected all (x) finishers, in exact positions of finish, in one position (x) contest. Not all such minor shares need to be designated for the wager.

4. (D) If there are no wagers qualifying for the major share, the major share shall be added to the carryover.
5. (E) If there are no wagers selecting all finishers, in exact position, in a number of the Position (x) contests that qualify for a designated minor share, that minor share of the net Position (n) pool shall also be added to the carryover.

(i) Method 9, Position (x) With Minor Pool(s) Based Upon Any One Contest, and Carryover

1. (A) The major share of the net Position (x) pool and the carryover, if any, shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
2. (B) The minor shares of the net Position (x) pool shall be distributed as single price pools to those (including recipients of the major share of the net Position (x)

pool) who selected all (x) finishers, in exact position, in at least one of the Position (x) contests, based upon the official order of finish, as follows:

3. (C) There may be separate minor pools for those who selected all (x) finishers, in exact positions of finish, in the most position (x) contests, those who selected all (x) finishers, in exact positions of finish, in the second most position (x) contests, and so forth down to those who selected all (x) finishers, in exact positions of finish, in one position (x) contest. Not all such minor shares need to be designated for the wager.
4. (D) If there are no wagers qualifying for the major share, the major share shall be added to the carryover.
5. (E) If there are no wagers selecting all finishers, in exact position, in a number of the position (x) contests that qualify for a designated minor share, that minor share of the position (x) pool shall be added to the next (lower) minor share of the position (x) pool. If there is no lower

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designated minor share of the position (x) pool, the minor share shall also be added to the carryover.

(j) Method 10, Position (x) With Minor Pool Based Upon Any One Contest, and Carryover; 100% Carryover if no Winning Wagers

1. (A) The major share of the net Position (x) pool and the carryover, if any, shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
2. (B) The minor share of the net Position (x) pool shall be distributed as a single price pool based upon the sum of the dollar value of wagers, for each of the Position (x) contests considered separately, in which all (x) finishers, in exact position, were correctly selected, based upon the official order of finish. The minor share of the net Position (x) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Position (x) pool) who selected all (x) finishers, in exact position, in one or more of the Position (x) contests. Each recipient of a minor share shall receive an amount equal to the single price times the number of Position (x) contests in which the recipient correctly selected the winning combination.
3. (C) If there are no wagers qualifying for the major share, the major share shall be added to the carryover. If there are no winning wagers, the minor share shall also be added to the carryover.
5. (S) Apportionment of Net Position (x) Pool Between Major and Minor Pool(s)

The commission shall approve the method of apportioning the net Position (x) pool between winners of the Major share of the Position (x) pool and winners of the Minor share(s) of the Position (x) pool.

Example (utilizing Method 8): A Four Position Pool ($x = 4$) consisting of 5 contests ($n = 5$.) The major share goes to those who correctly choose all 20 positions. Assume the commission has approved three minor shares: The highest minor share goes to those who have picked all positions, in exact order, in 4 of the contests. The next minor share goes to those who have picked all positions, in exact order, in 3 of the contests. The final minor share goes to those who have picked all positions, in exact order, in 1 or 2 of the contests. One apportionment of payouts could be 40% of the net Position (x) pool for the major share, and 20% of the net Position (x) pool for each of the three minor shares. Another apportionment of payouts could be 50% of the net Position (x) pool for the major share, 25% for the highest minor share, 15% to the next minor share, and 10% to the final minor share.

6. (6) Dead Heats. In the event of a dead heat in any of the Position (x) contests, based upon the official order of finish:

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1. (a) For purposes of determining whether a wager correctly selected the finishers, in exact position, contestants in a dead heat are deemed to jointly occupy both (or all) positions in the dead heat. For example, if 5 and 6 finish in a dead heat for first, then a selection of 5 for either first or second is correct, and a selection of 6 for either first or second is also correct.
2. (b) Each share of the net Position (x) pool shall be distributed as a single price pool regardless of dead heats.

(7) Scratches

1. (a) If, due to a late scratch, the number of betting interests in a contest of the Position (x) pool is reduced to fewer than (x), for purposes of the Position (x) pool only, such contest shall be declared "no contest" and the Position (x) pool shall be subject to the rules set forth in the "Cancelled Contests" section (Part 7) of these rules.
2. (b) Should a betting interest in any contest of the Position (x) pool be scratched or excused from the contest, no more wagers shall be accepted selecting that scratched contestant.
3. (c) Existing wagers that select a scratched betting interest shall be handled under one of the following methods. The Commission shall make its determination of which of these alternatives shall apply at the time of approving the wagering pool, which alternative shall remain in effect until and unless changed by the Commission.
 1. (A) Method 1. Substitute a higher contestant number:

1. (i) The next higher live contestant number that is not already part of the wager shall be substituted for the scratched contestant number. If no higher contestant number is eligible, the search shall then proceed upward from contestant number 1.
 2. (ii) If a wager selects more than one scratched contestant for a contest, the substitutions shall begin with the lowest scratched contestant number in the wager and proceed in order to the highest.
 3. (iii) Substitution shall be performed on the basis of single wagers, regardless of whether a wager was placed as part of any type of multiple wager format such as "box" or "wheel".
 4. (iv) The totalisator shall produce reports showing each of the wagering combinations with substituted contestants which became winners as a result of the substitution, in addition to the normal winning combination.
- 2 (B) Method 2, Substitute favorite contestant number:

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1. (i) The actual favorite, as evidenced by total amounts wagered in the Win pool at the close of wagering on that contest, shall be substituted for the scratched contestant for all purposes, including pool calculations.
2. (ii) If the Win pool total for two or more favorites is identical, the substitute selection shall be the contestant with the lowest contestant number not already selected in the wager as part of the contest.
3. (iii) If such favorite has already been selected in the wager as part of the contest, the next favorite(s) shall be used, as evidenced by the total amounts wagered in the Win pool, ordered from the highest amount to the lowest.
4. (iv) If a wager selects more than one scratched contestant for a contest, the substitutions shall begin with the lowest scratched contestant number in the wager and proceed in order to the highest.
5. (v) Substitution shall be performed on the basis of single wagers, regardless of whether a wager was placed as part of any type of multiple wager format such as "box" or "wheel".
6. (vi) The totalisator shall produce reports showing each of the wagering combinations with substituted contestants which became winners as a result of the substitution, in addition to the normal winning combination.

(C) Method 3, Scratched contestant wins

1. (i) The scratched contestant is deemed to be a correct selection of a winning finisher, for purposes of the Position (x) pool only.
2. (ii) The totalisator shall produce reports showing each of the wagering combinations which became winners as a result of the scratched contestants, in addition to the normal winning combination.

(D) Method 4, Scratched contestant loses:

1. (i) The scratched contestant is deemed to be a loser, for purposes of the Position (x) pool only.
2. (ii) Other correctly selected finishers in a wager shall continue to count toward winning, as usual.

(8) Cancelled Contests

(a) If any of the Position (x) contests are cancelled or declared "no contest" prior to the first Position (x) contest being declared official, the entire Position (x) pool shall be refunded on Position (x) wagers for those contests.

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2. (b) If all remaining Position (x) contests are cancelled or declared "no contest" after the first Position (x) contest is declared official, the entire net Position (x) pool, but not the Position (x) carryover, shall be distributed as a single price pool to wagers selecting the winning combination in the first Position (x) contest. However, if there are no wagers selecting the winning combination in the first Position (x) contest, the entire Position (x) pool shall be refunded on Position (x) wagers for those contests.
 3. (c) If any of the remaining Position (x) contests are cancelled or declared "no contest" after the first Position (x) is declared official, the net Position (x) pool shall be distributed in accordance with rules governing distribution of the minor share(s) where there is no winner of the major share. If there is more than one minor share, the entire net Position (x) pool, but not the Position (x) carryover, shall be divided amongst the minor share(s), in accordance with the Apportionment section (Part 3) of these rules, in proportion to the designated percentages, or by some other method approved by the Commission.
 4. (d) If any of the remaining Position (x) contests are cancelled or declared "no contest" after the first Position (x) is declared official, and the net Position (x) pool has been designated for distribution in accordance with the Mandatory Distribution section (Part 9) of these rules, the rules governing mandatory distribution shall apply.
9. (9) Carryover Cap. The Position (x) carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Position (x) carryover equals or exceeds the designated cap, the Position (x) carryover will be frozen until it is won or distributed under other provisions of these Position (x) rules. After the Position (x) carryover is frozen, the part of the net pool that ordinarily would be added to the Position (x) carryover shall be distributed to those whose selection finished in the highest level of the minor share(s) of the Position (x) for that performance.

10. (10) Mandatory Distribution

1. (a) A written request for permission to distribute the Position (x) carryover on a specific performance may be submitted to the Commission. The request shall contain justification for the mandatory distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution. The association must notify the Commission at least 10 days prior to implementation. If the Position (x) pool cannot be distributed during a designated performance, the mandatory distribution shall resume on the next approved mandatory distribution performance.
2. (b) If the Position (x) carryover is designated for distribution on a specified date and performance, and if there are no wagers qualifying for the major share.

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then the following precedence shall be followed in determining winning wagers for the net Position (x) pool and the carryover pool:

1. (A) If the method chosen in Part 3 is method 7, 8, 9, or 10, then:
2. (B) The major share and the Position (x) carryover shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in the most individual Position (n) contests, based upon the official order of finish. Designated minor shares may still be awarded;
3. (C) If the method chosen in Part 3 is 1, 2, 3, 4, 5, or 6, then:
4. (D) The major share and the Position (x) carryover shall be distributed as a single price pool to those who correctly selected the most finishers, in their exact positions, in the Position (n) contests, based upon the official order of finish. Designated minor shares may still be awarded.
5. (E) If there are no wagers which qualified for distribution of the major share, then all Position (x) tickets shall become winners and share 100% of that performance's net Position (x) pool and the Position (x) carryover pool as a single price pool.

(c) The Position (x) carryover shall be designated for distribution on a specified date and performance only under the following circumstances:

1. (A) Upon written approval from the Commission as provided in Part 9a) of the Position (x) rules.
2. (B) Upon written approval from the Commission when there is a change in the carryover cap or when the Position (x) wager is discontinued.
3. (C) On the closing performance of the meet.

(d) If, for any reason, the Position (x) carryover must be held over to the corresponding Position (x) pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Position (x) carryover plus accrued interest shall then be added to the net Position (x) pool of the following meet on a date and performance so designated by the Commission.

(11) Coupled entries and mutuel fields

1. (a) Coupled entries and mutuel fields may be permitted in Position (x) contests with the written approval of the Commission.
2. (b) Contestants coupled in wagering as a coupled entry or mutuel field shall be considered part of a single betting interest for the purpose of price calculations and distribution of Position (x) pools. Should any contestant in a coupled entry or mutuel field be officially withdrawn or scratched, the remaining contestants in that coupled entry or mutuel field shall remain valid betting interests and no

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refunds will be granted. If all contestants within a coupled entry or mutuel field are scratched, then the Scratches section (Part 6) of these rules shall apply.

(c) For the purpose of Position (x) price calculations only, coupled entries and mutuel fields shall be calculated as a single finishing contestant, using the finishing position of the leading contestant in that coupled entry or mutuel field to determine order of placing. This rule shall apply to all circumstances, including situations involving a dead heat. For example, if the actual order of finish in a contest is 1 / 2 / 1A / 3 / 4, then the finishers used for that contest of the Position (x) would be 1 / 2 / 3 / 4.

(12) With the written approval of the Commission, the association may contribute to the Position (x) carryover, or to the major or minor share(s) of the Position (x) pool, a sum of money up to the amount of any designated cap.

EXHIBIT E

**OPINION LETTER CONFIRMING THAT SUCH
WAGERS CONSTITUTE PARI-MUTUEL WAGERING
ON HORSE RACING**

November 28, 2014

John Walzak
189 Maplevue Rd
Cheektowaga, NY
14225

Mr. Corey Johnsen
President
Kentucky Downs
P.O. Box 405
Franklin, Kentucky 42135

Dear Mr. Johnsen

You have asked me to render an expert opinion on the Encore wagering system. I understand and agree that you may submit this opinion to the Kentucky Horse Racing Commission. You specifically asked that my opinion address the following three areas.

1. Is the outcome of Encore historic horse racing based on the outcome of a horse race?
2. Are the Encore wagers based on an ARCI approved rule?
3. Are the Encore wagers consistent with the operation and regulation of other pari-mutuel pools?

I shall address each in turn. In forming the opinion below I reviewed *Chapter 4 Pari-mutuel Wagering* of the Association of Racing Commissioners International (ARCI) *Version 5.8 Rules, Approved by ARCI Board of Directors July 31, 2014*, a written description of the Encore wagering system provided by Encore Gaming LLC, and interviewed, via telephone, Mr. Patrick Neely and Mr. Glen Rose from Encore Gaming LLC.

1. **Is the outcome of Encore historic horse racing based on the outcome of a horse race?**

Yes, in my opinion the outcome of the wager is based on the outcome of a horse race. Whether the bettor wins or loses the bet is determined by whether the bettor selected the correct order of finish of a horse race. Further, it is my understanding that the horse races used in the game are horse races that have been conducted according to the Rules of Racing of a government approved Racing Commission.

2. Are the Encore wagers based on an ARCI approved rule?

Yes, in my opinion the wagers offered in the Encore system are based on an ARCI approved rule. Specifically, the Encore game themes are based on *Rule T, Pick (n) Position (x) Pools* apportioning winnings according to *Section 4, Subsection (e) Method 5, Position (x) With Minor Pool and Carryover*.

3. Are the Encore wagers consistent with the operation and regulation of other pari-mutuel pools?

Yes, in my opinion the Encore wagers are consistent with the operation of other pari-mutuel pools. Besides conforming to the ARCI rule cited in the point above these wagers operate in accordance with the established pari-mutuel principles for takeout and breakage. It is my understanding that these pools also conform to the commission approval process for pari-mutuel pools and to the reporting and auditing procedures a commission requires. These last two items are best confirmed by a commission as part of its approval process.

In summary, the Encore wagers I examined are, in my opinion, based on the outcome of a horse race, based on an approved ARCI rule and operated in a manner consistent with other, approved pari-mutuel pools.

I trust this letter is satisfactory. I understand that the Kentucky Horse Racing Commission has my qualifications on file from a previous expert opinion on similar matters. If you or the Commission requires another copy of those qualifications I shall provide it. Please do not hesitate to contact me if you have any questions or concerns regarding my opinion.

Yours Truly



John Walzak.

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Employment History

1. June 2011 to present: ReStore Marketing Manager, Habitat for Humanity Buffalo.

Duties and Responsibilities: liaison with the local building and media sectors to encourage donations and media awareness in support of the organization's home building mission.

Location: Buffalo, New York.

2. June 2002 to January 2009: Chief Operations Officer, Ontario Harness Horse Association.

Duties and Responsibilities: under the direction of the elected board of directors managing the affairs of the association representing 5,000 owners, trainers, drivers, grooms and their families at Ontario harness race tracks; managing the association budget of \$2 Million; leading the contract negotiations and implementations for purses totaling over \$160 Million per year; lobbying all levels of government; appearing before the Ontario Racing Commission at administrative hearings; leading the association's legal responses and challenges in the provincial and federal courts; representing horsepeople on committees dealing with the marketing, promotion, strategic planning and regulation of horse racing; directing the daily affairs of the association including member communications (newsletters, web-site, board elections, correspondence, etc.) and all staffing.

Major Tasks: contract negotiation and interpretation; benefit management; governmental relations; regulatory affairs; strategic planning.

Location: Toronto, Ontario.

3. July 1995 to June 2002: Associate coordinator, Adjunct Lecturer, Race Track Industry Program. Department of Animal Sciences, College of Agriculture, University of Arizona.

Duties and Responsibilities: teaching courses on Racing Law, advising and counseling students and assisting the coordinator in the operation, organization and conduct of the Race Track Industry Program including the annual Symposium on Racing; maintaining a network of contacts in the regulatory community to ensure the curriculum remains relevant to the pari-mutuel industry.

Major Tasks: preparing and teaching the curriculum for introductory and advanced Racing Law classes and Independent Study; assisting in the planning and the delivery of the annual Symposium on Racing; participation on college committees; faculty advisor for student produced newsletter.

Location: Tucson, Arizona.

4. November 1989 to July 1995: Director, Operations, Canadian Pari-mutuel Agency; Food, Production and Inspection Branch, Agriculture and Agri-Food Canada.

Duties and Responsibilities: to develop programs, policies and regulations in support of the Federal supervision of pari-mutuel betting on horse races; to coordinate the delivery of those programs, policies and regulations by the Agency's staff; to consult with racetrack operators, provincial racing commissions and horsemen's organizations; to direct the contracted delivery of Photo Finish, Video Race Patrol and, with the Agency's Directors of Analytical and Veterinary Services, Equine Drug Control services; to maintain up-to-date knowledge of the technology used in the Agency's services and in pari-mutuel betting; to maintain contact with foreign counterparts of the Canadian pari-mutuel industry sectors to facilitate competitiveness and knowledge transfer; to handle Ministerial correspondence through memorandum to the Minister and letters from the Minister.

Major Tasks: the complete rewrite of the Race Track Supervision Regulations; the development of Totalisator standards; the development of policy and regulations for the race day use of Furosemide for E.I.P.H. horses and for the Quantitative Analysis for certain veterinary medications; the development of a regulatory package for the Net Pricing calculation method, the definition of strategies and trends for managing the Agency's budget; the definition of service standards for the Agency's programs.

Location: Ottawa, Ontario.

Education History

1. Bachelor of Arts: graduated in 1973 from the University of Western Ontario, faculty of Social Sciences; Sociology major.

2. Honours Certificate: received in 1975 from the University of Western Ontario for Sociology.

3. Masters and Doctoral level courses in Sociology, Philosophy and Law, 1996-2001, University of Arizona.

Professional and Personal Development Activity

Chair, Education Committee, Equine Guelph: coordinating an industry/university partnership (University of Guelph) dealing with education and research to benefit the equine sector. (2004 – January 2011).

Member, Advisory Council, Race Track Industry Program, University of Arizona: advising program faculty on curriculum and management. (2002 – Current).

Volunteer Speaker, Habitat for Humanity Toronto: small group presentations, trade shows and high school volunteer fairs explaining the goals of the organization and volunteer opportunities. (May 2009 –December 2010).

Chair, OHHA SRA Marketing Committee: coordinating an industry partnership to develop and deliver marketing programs for harness racing across Ontario including web campaigns, youth camps and on-track promotions. (2002 –2009).

Member of OHHA and industry committees: contributing, developing and advocating the OHHA members' position on federal and provincial regulations and programs dealing with horse racing. (2002 – 2009).

Chair, ARCI Totalisator Standards Committee: coordinating a group of regulators and industry suppliers in the development of model rules and policies to address changes in pari-mutuel betting technology and rules (1995 – 2005).

Cost - Benefit Analysis: weighing economic and social factors in public sector decision making.

Building Effective Work Teams: skills and techniques for forming teams.

Group Facilitation Skills: skills and techniques for leading groups through discussions and decisions.

Consultation skills: planning and implementing thorough and systematic stakeholder consultations.

The Excellence Series: a framework for reviewing and renewing my personal and professional relationships.

References available upon request.

Conditions to Conduct Historical Horse Races

Kentucky Downs

Kentucky Horse Racing Commission

As a condition of the approval by the KHRC to conduct wagering on historical horse races (HHR), the Association shall certify that it will comply with the following requirements:

- 1) The Association shall notify the KHRC if it becomes aware of a wagering anomaly related to pari-mutuel wagering on HHR, even if a report has not been filed with the Thoroughbred Racing Association or the Thoroughbred Racing Protective Bureau.
- 2) The Association shall post policies and procedures related to pari-mutuel wagering on HHR on its website. A printed copy shall also be available at a customer service counter, or its equivalent.
- 3) The KHRC shall have complete access to all security information and data, including video/digital surveillance data, upon request.
- 4) All notices required to be given to the KHRC under these conditions shall be provided to the Executive Director and the Supervisor of Pari-mutuel Wagering immediately by telephone. In addition, written notice shall be provided to the Executive Director and Supervisor of Pari-mutuel Wagering by electronic mail promptly and in no event later than 24 hours after the event triggering the notice requirement.
- 5) Approval of the wagers hereunder is contingent upon the KHRC's approval of a totalizator or other similar mechanical equipment.
- 6) Approval of the wagers hereunder is contingent upon the receipt of a written report satisfactory to the KHRC from an independent testing laboratory that each terminal and wager, the communications system, the totalizator system or other similar mechanical equipment, and all other components used for wagering on HHR, comply with the applicable provisions of KRS Chapter 230 and 810 KAR Chapter 1.
- 7) Approval of the wagers hereunder is contingent upon receipt by the KHRC of a written opinion satisfactory to the KHRC confirming that the wagers offered constitute pari-mutuel wagering on HHR.
- 8) The KHRC hereby incorporates by reference the Conditions of Racing Association and Off-Track Betting (OTB) Facility Licensing for 2014, as applicable.
- 9) Written approval must be received from the KHRC prior to the implementation of any changes to the request submitted to the KHRC.

- 10) The Association shall contract with a Commission-approved entity to perform background checks on applicants for employment that the Association determines hold sensitive positions. Prior to entering into a contract, the Association shall submit to the KHRC for approval the name and information of the entity it proposes to use to conduct the background checks.
- 11) The Association shall require all of its employees to display his/her KHRC license badge at all times while in designated areas offering HHR.
- 12) The Association shall develop uniform guidelines for logging any and all actions taken at the terminals by employees. The guidelines shall be made available to the Commission upon request.
- 13) The Association shall not open the designated area and begin to offer HHR to patrons until written approval is provided by the KHRC. Written approval shall not be provided until the KHRC determines, in its sole discretion, that all requirements contained in these conditions, any subsequent conditions, KRS Chapter 230, and 810 KAR Chapter I have been met.
- 14) Each Association approved to offer wagering on HHR shall create and hold a non-refundable pool of money (the "Initial Seed Pool") which is earmarked as funding for the initial seed pools for each approved wager in an amount to be determined by the Commission. The Commission may, in its sole discretion, require additional monies to be added to the Initial Seed Pool in order to comply with the requirements of 810 KAR Chapter 1.
- 15) The Association shall deposit the Initial Seed Pool in a restricted bank account. The Initial Seed Pool shall not be commingled with any other Association funds. The Association's Chief Financial Officer shall submit a certification to the KHRC that the Initial Seed Pool shall not be commingled with other Association funds. The Association shall obtain the prior written approval of both the Executive Director and the Supervisor of Pari-mutuel Wagering prior to any transaction involving the Initial Seed Pool. Such approval may be made electronically.
- 16) The Association shall provide a copy of the monthly balance sheet for the Initial Seed Pool account to the KHRC.
- 17) If applicable, an Association's Initial Seed Pool shall be pooled with the Initial Seed Pools from other Associations offering wagering on HHR, the total amount of which shall comprise the "Grand Seed Pool Reserve."
- 18) The Association shall provide the KHRC with a daily balance sheet, including the Initial Seed Pool, and shall provide access to any and all documentation regarding the Initial Seed Pool and the Initial Seed Pool account upon request.

- 19) At the beginning of each day and upon request, the Association shall provide the KHRC with a report showing the end-of-day values from the preceding day for the seed pool corresponding to each wager.
- 20) At the beginning of each day and upon request, the Association shall provide the KHRC with daily reports documenting financial transactions from any ancillary systems monitoring the terminals.
- 21) The Association shall notify or require the HHR provider to notify the designated KHRC staff if the Initial Seed Pool or Grand Seed Pool Reserve reaches the alert level as defined by the KHRC.
- 22) If, at any time, the Initial Seed Pool or Grand Seed Pool Reserve is depleted by ninety percent (90%), the Associations are required to immediately take action to increase the Grand Seed Pool Reserve to thirty percent (30%).
- 23) The KHRC's independent testing laboratory may, at the sole discretion of the KHRC, conduct a simulation of game play to determine the parameters of the seed pools related to each individual wager so that the KHRC may determine the appropriate levels.
- 24) If the KHRC determines that the Initial Seed Pool or Grand Seed Pool Reserve is not properly funded it may require the Association to upwardly adjust the parameters of the Initial Seed Pool or Grand Seed Pool Reserve to ensure proper funding.
- 25) Additional conditions may be added at any time at the discretion of the KHRC.
- 26) In the event the Association does not comply with the requirements of these conditions, the KHRC has the authority to assess fines or other penalties and may revoke approval for conducting wagering on HHR.