

KENTUCKY HORSE RACING AND GAMING CORPORATION

MINUTES OF THE MEETING

Date: February 11, 2025, at 1:30 p.m.

Place: Video Teleconference

Board Members Present: Chair Jonathan Rabinowitz, Vice Chair Charles O'Connor, Mike Berry, Dr. Tiffany Daniels, Michael F. Dudgeon, Terry Finley, Kerry Harvey, Greg Harbut, Lesley Howard, William L.S. Landes, William H. May, Catherine Parke, C. Frank Shoop, James E. Worley

Ex-officio Members Present: Mona Juett for Secretary Lindy Casebier, Chad Thompson for Secretary Ray Perry, Jansen Hammock for Secretary Jeff Noel

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
I. Call to Order and Roll Call	4-5	Chair Rabinowitz called the meeting of the Kentucky Horse Racing and Gaming Corporation (KHRGC) to order and performed the roll call. A quorum was recognized.	No action taken.
II. New Business Tab 1: Minutes of the December 10, 2024, Kentucky Horse Racing & Gaming Corporation Special Meeting	5 - 6	Chair Rabinowitz requested a motion from the Board to approve the Minutes of the December 10, 2024, Kentucky Horse Racing and Gaming Corporation Special Meeting. Motion by Mr. Berry and second by Mr. Finley. Chief Legal Officer Ashleigh Bailey was assigned the floor and explained the minutes from the December 10, 2024, special meeting were behind tab 1 and staff recommended approval.	Chair Rabinowitz called for a vote to approve the Minutes of the December 10, 2024, Kentucky Horse Racing and Gaming Corporation Special Meeting. Motion carried with no objections or abstentions.
Tab 2: KQHPAA Development Fund Request Pertaining to Revolutionary Racing Kentucky, LLC's	6 - 8	Chair Rabinowitz requested a motion from the Board to approve the KQHPAA Development Fund Request Pertaining to Revolutionary Racing Kentucky, LLC's ("Sandy's Racing & Gaming") 2025 Race Meet. Motion by Mr. Shoop and second by Mr. Harvey.	Chair Rabinowitz called for a vote to approve KQHPAA Development Fund Request Pertaining to Revolutionary Racing

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
<p>("Sandy's Racing & Gaming") 2025 Race Meet</p>		<p>KHRGC Incentives and Development Director Drew Conners was assigned the floor and explained that the Kentucky Quarter Horse, Paint Horse, Appaloosa and Arabian Development Fund Advisory Committee met and considered a request from Sandy's Racing and Gaming. The meet will consist of 6 racing days beginning Sunday, March 16th through Tuesday, March 25th with KQHPAA purses in the range of \$10,000 to \$245,000. The KQHPAA development fund will pay an additional supplement to eligible Kentucky bred quarter horses who finish first through last in a total of 22 races during the meet. Approval was recommended by KHRGC Staff, the KQHPAA advisory committee and the Kentucky Quarter Horse Racing Association.</p>	<p>Kentucky, LLC's ("Sandy's Racing & Gaming") 2025 Race Meet. Motion carried with no objections or abstentions.</p>
<p>Tab 3: 2025 KTDF Allotment Requests as Submitted and Approved by the KTDF Advisory Committee on 1/28/2025</p>	<p>8 - 9</p>	<p>Chair Rabinowitz requested a motion from the Board to approve the 2025 KTDF Allotment Requests as Submitted and Approved by the KTDF Advisory Committee on 1/28/2025. Motion by Ms. Parke and second by Mr. Shoop.</p> <p>KHRGC Incentives and Development Director Drew Conners was assigned the floor and explained the KTDF Advisory Committee met and approved the following allotment request: Kentucky Downs to transfer to Keeneland for their upcoming spring meet \$1.25 Million in KTDF. KTDF purses are \$5.75 Million to \$5.95 Million for 15 racing days which includes a \$139,095 advertising request to help promote the race meet.</p> <p>Churchill Downs spring KTDF allotment request where KTDF purses are \$13 to \$13.5 Million for their 43 days of racing. Churchill Downs also requested \$190,500 in KTDF advertising to promote their 2025 race meets.</p>	<p>Chair Rabinowitz called for a vote to approve the 2025 KTDF Allotment Requests as Submitted and Approved by the KTDF Advisory Committee on 1/28/2025. Motion carried with no objections or abstentions.</p>

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
		KHRGC staff, the KTDF Advisory Committee along with the Kentucky HBPA and the KTA/KTOB recommend approval..	
Tab 4: Ratification of President Eads' Approval of Churchill Downs, LLC's Backside Improvement Request	9 - 12	<p>Chair Rabinowitz requested a motion from the Board to Ratify President Eads' Approval of Churchill Downs, LLC's Backside Improvement Request. Motion by Mr. Berry and second by Mr. Landes.</p> <p>KHRGC Incentives and Development Director Drew Conners was assigned the floor and explained that Churchill Downs requested permission to use backside improvement funds for various projects. The projects are - replacement of the backside announcement audio equipment at Churchill Downs' backside, then rebuild the main clocker's stand, make asphalt repairs on the backside, replace flooring at the learning center and modify the test barn manure pit. The total cost of the projects is \$254,853.</p> <p>The KTA/KTOB and the Kentucky HBPA were all contacted prior to President Eads' final approval. The KHRGC confirmed the projects meet the statutory and regulatory requirements. Due to the time constraint of the request, President Eads granted conditional approval.</p> <p>KHRGC staff recommend ratification of President Eads' approval. Subject to verification that the terms of the Backside Learning Center lease are in effect for one year as suggested by Member Landes.</p>	Chair Rabinowitz called for a vote to Ratify President Eads' Approval of Churchill Downs, LLC's Backside Improvement Request. Motion carried with no objections or abstentions.
Tab 5: Backside Improvement Request – Keeneland Association, Inc.	12 - 14	Chair Rabinowitz requested a motion from the Board to approve the request for the Backside Improvement Request from Keeneland Association, Inc. Motion by Ms. Parke and second by Mr. Shoop.	Chair Rabinowitz called for a vote to approve the request for the Backside Improvement Request from Keeneland

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
		<p>KHRGC Incentives and Development Director Drew Conners was assigned the floor and explained that Keeneland requested permission to use backside improvement funds for a new laundry facility at the Thoroughbred Training facility on Paris Pike. The total cost of the project is \$146,942.</p> <p>The KHRGC confirmed the project meets the statutory and regulatory requirements.</p> <p>The KTA/KTOB and the Kentucky HBPA along with the KHRGC Staff recommend approval.</p>	<p>Association, Inc. Motion carried with no objections or abstentions.</p>
<p>Tab 6: WKY Development, LLC's Proposed 2025 Spring Race Meet Officials</p>	<p>14 - 15</p>	<p>Chair Rabinowitz requested a motion from the Board to approve WKY Development, LLC's Proposed 2025 Spring Race Meet Officials. Motion by Ms. Parke and second by Mr. Harvey.</p> <p>KHRGC Presiding Judge Patricia Cooksey was assigned the floor and shared the racing equine manager for WKY Development LLC/Oak Grove requested approval of race meet officials. All judges will be accredited by the Racing Officials Accreditation Program and will be licensed by the opening day of the meet. The association judge for the meet will be the Honorable Dave McGee. KHRGC Staff recommended approval.</p>	<p>Chair Rabinowitz called for a vote to approve WKY Development, LLC's Proposed 2025 Spring Race Meet Officials. Motion carried with no objections or abstentions.</p>
<p>Tab 7: Revolutionary Racing Kentucky, LLC's Proposed 2025 Spring Race Meet Officials</p>	<p>15 - 16</p>	<p>Chair Rabinowitz requested a motion from the Board to approve Revolutionary Racing Kentucky, LLC's Proposed 2025 Spring Race Meet Officials. Motion by Ms. Parke and second by Mr. Worley.</p> <p>KHRGC Presiding Judge Patricia Cooksey was assigned the floor and shared that Revolutionary Racing Kentucky, LLC/Sandy's Racing & Gaming requested approval of the roster of racing officials provided in the meeting materials. The meet will be</p>	<p>Chair Rabinowitz called for a vote to approve Revolutionary Racing Kentucky, LLC's Proposed 2025 Spring Race Meet Officials. Motion carried with no objections or abstentions.</p>

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
		conducted at the Red Mile Racetrack and all stewards are accredited and will be licensed by the opening day of the meet. KHRGC staff recommended approval.	
Tab 8: Keeneland Association, Inc.'s Proposed 2025 Spring Race Meet Officials and Date Preference System	16 - 18	<p>Chair Rabinowitz requested a motion from the Board to approve Keeneland Association, Inc.'s Proposed 2025 Spring Race Meet Officials and Date Preference System. Motion by Ms. Howard and second by Mr. O'Connor.</p> <p>KHRGC Chief State Steward Barbara Borden was assigned the floor and explained that the meeting materials had a request from Keeneland for approval of their roster of officials and date preference system. There was no change to the date preference and there are a few racing officials to be determined. Steward Ronald Herbstreit retired and a new accredited steward will be named by Ben Huffman. All officials have worked in the same capacities in previous meets.</p>	Chair Rabinowitz called for a vote to approve Keeneland Association, Inc.'s Proposed 2025 Spring Race Meet Officials and Date Preference System. Motion carried with no objections or abstentions.
Tab 9: Ratification of President Eads' Approval of Turfway Park, LLC's Request to Amend Section R of its 2025 Application to Conduct Live Horse Racing, Simulcasting, and Pari-Mutuel Wagering	18 - 20	<p>Chair Rabinowitz requested a motion from the Board to Ratify President Eads' Approval of Turfway Park, LLC's Request to Amend Section R of its 2025 Application to Conduct Live Horse Racing, Simulcasting, and Pari-Mutuel Wagering. Motion by Mr. Berry and second by Ms. Parke.</p> <p>KHRGC Chief State Steward Barbara Borden was assigned the floor and shared that Turfway verbally asked to move racing on January 8 to January 12, but then January 12 was later cancelled due to the weather. Racing on January 22 was moved to January 26. This was verbally approved by Jamie Eads, and the HBPA and the Jockeys' Guild approved the moves.</p>	Chair Rabinowitz called for a vote to Ratify President Eads' Approval of Turfway Park, LLC's Request to Amend Section R of its 2025 Application to Conduct Live Horse Racing, Simulcasting, and Pari-Mutuel Wagering. Motion carried with no objections or abstentions.

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
Tab 10: Finance Committee Charter	20 - 23	<p>Chair Rabinowitz requested a motion from the Board to Approve the Finance Committee Charter. Motion by Ms. Howard and second by Mr. Dudgeon.</p> <p>Ashleigh Bailey was assigned the floor and explained that the meeting materials contained the Charter for the Finance Committee. The purpose of the Charter is to define the structure and role of the committee. The committee is appointed by the Chair and will consist of three, but no more than five members. The Board Chair will name a member to serve as Chair of the committee who also serves as Treasurer of the board. Members will serve until its expiration of the board time, resignation or removal from the Board ,can serve two consecutive terms and be reappointed after a one-year break in service.</p> <p>Chair Rabinowitz announced the newly appointed members of the inaugural KHRGC Finance Committee; the Chair will be Michael Dudgeon, and other committee members are Ms. Howard, Mr. May, Mr. Harbut and Mr. Worley.</p>	Chair Rabinowitz called for a vote to approve the Finance Committee Charter. Motion carried with no objections or abstentions.
Division Reports a. President's Update b. Transition Roadmap	23 - 38 23 24 - 25	<p>Ashleigh Bailey presented the President's update on behalf of Jamie Eads and explained the update was in the meeting materials and for informational purposes only.</p> <p>Ashleigh Bailey presented the transition roadmap on behalf of Susan Speckert and explained that several of the issues listed in the roadmap will now be addressed since the Finance Committee passed.</p>	No action taken. Information purposes only.

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
c. Thoroughbred Rulings	25 - 27	<p>Chief State Steward Barbara Borden presented the Thoroughbred Rulings that consist of all the various rulings issued through the entire year of 2024. HISA rulings have been added to the list. The 2025 ruling list is what has been issued since the beginning of the year.</p> <p>Board Member Landes inquired about the appeals noted for Dewald and Hill on Spuns Son, which is being handled by the Chief Legal Officer, Ashleigh Bailey.</p>	
d. Standardbred Rulings – Verbal	27	<p>Patricia Cooksey shared that Standardbred racing ended in mid-November and there are no updates except all fines have been paid and all suspensions have been served.</p>	
e. Safety Report	27 - 30	<p>Beth Bungert, Safety Steward, shared that she now has Full Steward Level 3 Accreditation. She completed a meet setup in December and then nine days as substitute Race Steward. Her daily tasks include monitoring morning training on the backside, which is to pay attention to safety and welfare. Majority of her time is at the racetracks with the focus on the live meet. There are 15 training facilities statewide, and she tries to stop at those facilities if she's in the area. She works with Dr. Smith and his team two days a week on entry issues involving post-race status or work samples. She also works closely with enforcement on issues involving welfare and equine fatalities. She serves as HISA Jurisdictional Safety Director through our voluntary contract with HISA.</p>	
f. Veterinary Division	30 - 33	<p>Dr. Smith presented two meet reports, the first one being Churchill Downs fall 2024 Meet with 2,245 total starts. There were 594 post-race samples collected; 40 veterinary scratches</p>	

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
<p>g. Pari-Mutuel Wagering Division</p> <p>h. Sports Wagering</p> <p>i. Ethics and Legal Report</p>	<p>33 - 36</p> <p>36 – 37</p> <p>37 - 38</p>	<p>and 73 horses placed on the vet’s list. There was a total of 12 ambulance runs and four racing fatalities, all of which were musculoskeletal in nature.</p> <p>The second report was from Turfway Park Holiday Meet 2024 with 1,456 total starts. There were 317 post-race samples collected; 33 veterinary scratches and a total of 43 horses places on the vet’s list. There were six ambulance runs and two racing fatalities that were musculoskeletal. There were also three training fatalities, of which two were musculoskeletal and two sudden death.</p> <p>The monthly chart was also presented showing fatalities total since 2007.</p> <p>Senior Vice President of Gaming, Travers Manley, presented the Pari-Mutuel report that included numbers from November and December 2024 and fiscal year 2025. For Calendar Year 2024, live on track wagers were \$101.8 Million, which was up from \$95.3 Million in 2023. The total for ADW was \$377.1 Million which was down from \$383.7 Million previously; Total simulcast was \$91.3 Million, down from \$96.7 Million, and total HHR was \$10.1 Billion. In 2023 it was just shy of \$9 Billion.</p> <p>Travers also announced that Melissa Combs-Wright has been promoted as the Director of Pari-Mutuel Wagering.</p> <p>Sports Wagering Director Hannah Simms shared the Sports Wagering Report in the meeting materials. The December numbers were strong at \$293 Million wagered, which was up from \$263.6 Million wagered in December 2023. The all-time total wagered on sports was over \$3.5 Billion with an all-time excise tax total being \$54.1 Million.</p>	

AGENDA ITEM	TRANSCRIPT PAGE NUMBER(S)	DISCUSSION / CONCLUSIONS / RECOMMENDATIONS	ACTION TAKEN
		Chief Legal officer Ashleigh Bailey shared that she emailed everyone a reminder regarding their filing of the Statement of Financial Disclosures with the Ethics Commission, and a copy of the financial disclosures are in the meeting materials. The Statement of Financial Disclosures are due on April 15 th and electronic submission is preferred.	
III. Adjournment	38 - 39	With no other business, Chair Rabinowitz requested a motion from the Board to adjourn the February 11, 2025, Special Meeting. Motion by Mr. Berry and second by Mr. Dudgeon. Meeting adjourned.	Chair Rabinowitz called for a vote to adjourn. Motion carried with no objections or abstentions.

NOTE: The meeting materials and any amendments and/or supplements thereto, subject to any applicable exemptions, and the official Transcript are incorporated by reference as if set forth fully herein.