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SENATE FINANCE COMMITTEE REPORT

DATE: 5/2/90

FURTHER:

DATE TURNED INTO OFFICE: _____

The Finance Committee considered

CSHB 29 (L&C) am

Alaska Racing Commission and authorizing parimutuel wagering at sanctioned eventd; efd.

NO ACTION TAKEN BY SFC

and recommended:

- replace with _____ CS _____
- or adopt _____ CS _____
- attached amendment(s)
- _____ letter of intent adopted
- do pass
- do not pass
- no recommendation
- individual recommendations
- further referral to _____

- same title
- new title
- technical title change (HB only)

ATTACHES NEW FISCAL NOTE(S):

- fiscal note(s) _____ Dept/Date: _____
- zero fiscal note(s) _____
- appropriation-no fiscal note

APPROVES PREVIOUS:

- fiscal note(s) _____ Dept/Date: _____
- zero fiscal note(s) _____

SIGNING DO PASS:

OTHER RECOMMENDATIONS:

1. _____ 2. _____
 Co-Chairs: Signatures and Recommendations

Original sponsor(s): REP. LARSON, Zavacki, Menard

IN THE HOUSE

BY THE JUDICIARY COMMITTEE

SENATE CS FOR CS FOR HOUSE BILL NO. 29 (Judiciary)

IN THE LEGISLATURE OF THE STATE OF ALASKA

SIXTEENTH LEGISLATURE - SECOND SESSION

A BILL

For an Act entitled: "An Act establishing the Alaska Racing Commission and authorizing parimutuel wagering at sanctioned events; and providing for an effective date."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

* Section 1. AS 05 is amended by adding a new chapter to read:

CHAPTER 45. HORSE RACING.

ARTICLE 1. ALASKA RACING COMMISSION.

Sec. 05.45.010. ALASKA RACING COMMISSION. (a) The Alaska Racing Commission is established in the Department of Commerce and Economic Development. The commission is composed of five members appointed by the governor. One member shall have experience in the regulation, supervision, or conduct of parimutuel wagering or horse racing; one member shall have experience in law enforcement; one member shall have experience in bookkeeping or accounting; two members shall be public members.

(b) Each member of the commission shall at the time of the member's appointment be a two-year resident of the state.

(c) A person may not serve as a member of the commission if that person has been convicted of

(1) a felony; or

(2) an offense defined in AS 05.45.950, AS 11.66.200 - 11.66.280, or a comparable provision of municipal, state, or federal law.

(d) A person may not serve as a member of the commission until

the investigation required under AS 18.65.080 is completed.

(e) The commission shall elect a chairman from its membership.

(f) Three members of the commission constitute a quorum for the transaction of business.

Sec. 05.45.020. TERM OF OFFICE. Members of the commission serve staggered terms of four years. A vacancy is filled by appointment for the unexpired term. A member of the commission holds office until a successor is appointed and qualifies.

Sec. 05.45.030. REMOVAL AND SUSPENSION OF MEMBERS. (a) The governor may remove a member for cause, including incompetence, neglect of duty, or misconduct in office. A member being removed for cause shall be given a copy of the charges and afforded an opportunity to publicly present a defense in person or by counsel upon not less than 10 days' notice. If a member is removed for cause, the governor shall file with the lieutenant governor a complete statement of all charges made against the member and the governor's findings based on the charges, together with a complete record of the proceedings.

(b) The governor may immediately suspend a member for a violation of law or for misconduct in office pending removal from office under (a) of this section.

Sec. 05.45.040. COMPENSATION AND PER DIEM. Members of the commission do not receive a salary for their service on the commission but are entitled to per diem and travel expenses authorized for state boards and commissions under AS 39.20.180.

Sec. 05.45.050. DUTIES AND POWERS OF THE COMMISSION. (a) The commission shall, in consultation with the attorney general,

(1) adopt regulations concerning

(A) the issuance, renewal, suspension, and revocation of licenses and special permits;

1 (B) the immediate suspension of a license or special
2 permit of a person subject to this chapter during an investiga-
3 tion of a violation of this chapter or a regulation adopted under
4 this chapter;

5 (C) the appointment of race officials, including race
6 meet observers, and their duties;

7 (D) the distribution of the parimutuel pool among the
8 race meet operator, purse money, winning tickets, and the commis-
9 sion;

10 (E) retention of breakage by a race meet operator;

11 (F) veterinary standards for race meets;

12 (G) parimutuel equipment to be used by race meet
13 operators;

14 (H) auditing procedures; and

15 (I) other matters directly related to horse racing and
16 parimutuel wagering;

17 (2) regulate and supervise all horse races;

18 (3) inspect and approve race tracks and race horses;

19 (4) establish racing dates and durations;

20 (5) sanction horse racing within municipalities at loca-
21 tions approved by the commission;

22 (6) set all license and special permit fees;

23 (7) make an annual report to the commissioner of commerce
24 and economic development and the legislature of its administration of
25 this chapter before February 15 of each year;

26 (8) keep detailed records of all race meets and of all col-
27 lections and disbursements;

28 (9) supervise the making and distribution of parimutuel
29 pools.

(b) The commission may

(1) hire staff, and appoint persons as race meet observers, as needed to administer this chapter, if the investigation required under AS 13.65.080 finds that the person has not been convicted of a crime set out in AS 05.45.010(c);

(2) issue subpoenas to compel witnesses to appear before it;

(3) compel the production of documents showing the receipts and disbursements of a race meet operator;

(4) appoint a hearing officer to conduct a hearing required by this chapter or by a regulation adopted under it;

(5) by regulation, impose an admission surcharge for a race meet not to exceed \$1 without regard to whether the race meet operator charges an admission fee.

Sec. 05.45.060. EMPLOYEES OF THE COMMISSION. Employees of the commission are in the partially exempt service under AS 39.25.120.

Sec. 05.45.070. REGULATIONS OF THE COMMISSION. The attorney general shall enforce the regulations of the commission.

Sec. 05.45.080. RECORDS OF THE COMMISSION. All records of the commission are public records and subject to public inspection.

Sec. 05.45.090. PROCEEDS. Fees and other money received by the commission shall be paid into the general fund. The commissioner of administration shall separately account for money deposited in the general fund by the commission. The annual estimated balance in the account may be used by the legislature to make appropriations to the commission to implement this chapter.

ARTICLE 2. RACE MEETS.

Sec. 05.45.100. RACE MEET OPERATOR'S LICENSE. (a) A person may not conduct a race meet in the state without a race meet operator's

license issued by the commission. A race meet operator's license is valid for three years unless revoked or suspended by the commission.

(b) The race meet operator has the exclusive right to operate or contract for the operation of concessions at the site of the race meet.

(c) A race meet operator's license may not be issued until the investigation required under AS 18.65.080 is completed. A person convicted of a crime set out in AS 05.45.010(c) may not receive a race meet operator's license.

(d) A race meet may be conducted only within a municipality.

Sec. 05.45.110. SPECIAL PERMITS. (a) A person may not participate in a race meet as an owner of an animal participating in the race meet, trainer, jockey, driver, attendant, groom, stable person, veterinarian, employee of a race meet operator, concessionaire, or concession employee without a special permit issued by the commission.

(b) A special permit is valid for one year unless revoked or suspended by the commission. The commission may not issue a special permit under this section until the investigation required under AS 18.65.080 is completed. A person convicted of a crime set out in AS 05.45.010(c) may not receive a special permit.

Sec. 05.45.120. LOCAL OPTION. The commission may not sanction a race meet within a municipality unless the municipality

(1) by ordinance approved by the voters authorizes parimutuel wagering on horse races and provides for municipal licensing of race meets within the municipality; and

(2) after a public hearing on the license, has approved issuance or renewal of the municipal license for the race meet.

Sec. 05.45.130. DISTRIBUTION OF PARIMUTUEL POOL. (a) Except as provided in (b) and (c) of this section, the parimutuel pool shall be

distributed

- (1) 65 percent to the holders of winning tickets;
- (2) 15 percent to the race meet operator conducting the race meet;
- (3) 10 percent as purse money; and
- (4) 10 percent to the commission.

(b) The commission may by regulation adjust the distribution of the parimutuel pool as necessary to promote efficient and successful race meets. The percentage allocated to holders of winning tickets shall be at least 65 percent of the parimutuel pool.

(c) Notwithstanding AS 34.45, money that is owed to holders of winning tickets but not claimed within six months after the date for distribution of the parimutuel pool shall be paid to the commission for deposit into the general fund.

Sec. 05.45.140. REPORTS BY THE RACE MEET OPERATOR. (a) The race meet operator shall report to the commission within 30 days after each race on the distribution of the parimutuel pool.

(b) The race meet operator shall report to the commission within 30 days after the end of the race meet on the operation and proceeds of concessions at the site of the race meet.

Sec. 05.45.150. OBSERVATION OF RACE MEETS. (a) The commission may appoint a member of the commission or other person to observe the conduct of race meets. An observer shall be present at the site of each race meet on the day before, the day after, and during the race meet.

(b) A person who is not a member of the commission or an employee of the commission does not receive a salary but is entitled to per diem and travel expenses, for each day the person is engaged in the actual performance of duties as a race meet observer.

ARTICLE 3. GENERAL PROVISIONS.

Sec. 05.45.900. ADMINISTRATIVE PROCEDURE ACT. The operations of the commission are subject to the Administrative Procedure Act (AS 44.62).

Sec. 05.45.910. CONFLICT OF INTEREST ACT. The commission is subject to AS 39.50 (conflict of interest).

Sec. 05.45.950. PROHIBITED ACTS AND PENALTIES. (a) It is a class A misdemeanor to

(1) violate or fail to comply with a regulation of the commission or a provision of this chapter if no effect on the outcome of a horse race was intended;

(2) record, report, or register a wager on a horse in a horse race unless under the provisions of this chapter;

(3) place a wager upon the results of a horse race except by a parimutuel method of wagering conducted by a race meet operator licensed under this chapter, and upon the grounds or enclosure of the race meet operator;

(4) permit a person under the age of 21 to use the parimutuel system.

(b) Violation of a regulation or provision of this chapter with intent to affect the outcome of a horse race is a class C felony.

Sec. 05.45.990. DEFINITIONS. In this chapter

(1) "breakage" means the odd cents by which the amount payable on each dollar wagered exceeds a multiple of 10 cents; breakage may not exceed 20 percent of the total amount deposited in the pool;

(2) "commission" means the Alaska Racing Commission;

(3) "harness race" means a race where the horses are harnessed to a sulky, carriage, or similar vehicle and driven by a

driver;

(4) "horse race" means either a race where the horses are mounted and ridden by jockeys or a harness race;

(5) "parimutuel" means a form of wagering on the outcome of horse races in which those who wager personally purchase tickets of various denominations on a horse and all wagers for each race are pooled and held by the race meet operator for distribution; when the outcome of the race has been decided, the race meet operator distributes the percentage of the total wagers determined by the commission to holders of tickets on the winning horses;

(6) "race meet" means an exhibition that includes horse races, where the parimutuel system is used;

(7) "race meet operator" means the person who is authorized to conduct a race meet sanctioned by the commission;

(8) "special permit" means a permit issued by the commission to participants in a race meet, other than the race meet operator, under AS 05.45.110.

* Sec. 2. AS 18.65.089 is amended by adding a new subsection to read:

(b) The Department of Public Safety shall investigate and ascertain whether the following persons have been charged with a crime set out in AS 05.45.010(c):

(1) a person appointed by the governor to serve as a member of the Alaska Racing Commission;

(2) an applicant for employment with the Alaska Racing Commission;

(3) an applicant to serve as a race official or race meet observer;

(4) an applicant for a license under AS 05.45.100 or a special permit under AS 05.45.110.

1 * Sec. 3. AS 39.25.120(c) is amended by adding a new paragraph to read:
2 (21) employees of the Alaska Racing Commission.

3 * Sec. 4. AS 39.50.200(b) is amended by adding a new paragraph to read:
4 (50) Alaska Racing Commission (AS 05.45.010).

5 * Sec. 5. AS 44.62.330(a) is amended by adding a new paragraph to read:
6 (55) Alaska Racing Commission (AS 05.45.010).

7 * Sec. 6. INITIAL COMMISSION APPOINTMENTS. The governor shall make the
8 initial appointment of members of the Alaska Racing Commission within 120
9 days after the effective date of this Act.

10 * Sec. 7. This Act takes effect July 1, 1992.

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STATE OF ALASKA
1989 LEGISLATIVE SESSION

(a)
BILL VERSION: SCSHB 29 (Jud),
PUBLISH DATE: 5/7/90

FISCAL NOTE

REQUEST:

Revision Date: _____ Affected: Public Safety
Title: "An Act establishing the Alaska Racing Commission..." Bill: Alaska State Troopers
Sponsor: Representative Larson Component: _____
Requestor: House Labor & Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars) (Inflation not included)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Under Section 2 of the bill, the Department of Public Safety will be required to run criminal history checks on certain individuals. Because the number of persons whose records must be checked is expected to be very small, the Department believes that this impact can be absorbed using existing staff and resources.

This fiscal note applies to SCS CSHB29 (L+C)

*Shula Peterson
Senate L+C Committee*

Prepared by: Gavle A. Horetski, Deputy Commissioner Phone: 465-4322
Division: Office of the Commissioner Date: 1/18/89

Approved by Commissioner: A.H. Arthur English Date: 5-19-89
Agency: Department of Public Safety

Changes in SCS CSHB29 (Jud) have no fiscal impact. This fiscal note is appropriate. Projections of no fiscal impact would continue through 1996.

CF

FISCAL NOTE

REQUEST:

Revision Date: _____ Affected Agency: Commerce & Econ Dev
 Title: An Act establishing the Alaska Racing Commission . . . BRU: Alaska Racing Commission
 Sponsor: Rep. Larson Components: _____

EXPENDITURES/REVENUES: (THOUSANDS OF DOLLARS)

OPERATING	FY 91	FY 92	FY93	FY 94	FY 95	FY 96
Personal Services			50.6	101.1	150.7	150.7
Travel			7.6	9.2	9.8	9.8
Contractual			17.9	35.4	40.4	40.4
Supplies			2.5	2.5	3.0	3.0
Equipment			11.4			
Land & Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING	0	0	90.0	148.2	203.9	203.9

CAPITAL						
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REVENUE						
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FUNDING: (THOUSANDS OF DOLLARS)

General Fund						
Federal Fund						
Other			90.0*	148.2*	203.9*	203.9*
TOTAL	0	0	148.2	203.9	203.9	203.9

*Estimated general fund program receipts

POSITIONS:

Full-Time	0	0	2	2	2	2
Part-Time	0	0	0	2	2	2
Temporary						

ANALYSIS: (ATTACH A SEPARATE PAGE IF NECESSARY)

The effective date of the Senate Judiciary CS is July 1, 1992; therefore, no costs would be incurred in FY 92. See attached fiscal analysis. As the commission will set licensing and permit fees by regulation it is not possible at this time to estimate revenues generated by those fees. The fees will be established

Prepared By: Senator Jan Faiks, Chairman Phone: 465-4523
 Division: Senate Judiciary Committee Date: 5/6/90

Approved By: _____ Date: _____
 Agency: _____

DISTRIBUTION (BY PREPARER)
 LEGISLATIVE FINANCE
 LEGISLATIVE SPONSOR

REQUESTOR
 OFFICE OF MANAGEMENT & BUDGET
 AGENCY(IES)

PAGE _____ OF _____

ANALYSIS: (continued)

a level sufficient to cover cost of regulation of the events. SCS CSHB 29(L&C) provides the department with program receipt authority, which will allow the department to use program receipts to fund the cost of regulation of parimutuel wagering.

FY 91 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, Range 24A, 6 months	\$36,700
Clerk-Typist III, Range 8A, 6 months	<u>13,867</u>

SUB-TOTAL: \$50,567

TRAVEL

Three commission meetings in the Anchorage area at 2 days each. This travel assumes three commissioners are appointed from the Anchorage area, one from Fairbanks, and one from Juneau. The staff positions are located in Anchorage.

4,194

Director's Travel (one trip to inspect and review small racing commission operations in Michigan, Maine and New Hampshire)

2,120

1 Event (8 days; 2 Anch. mem.) 1,280

SUB-TOTAL: \$ 7,594

CONTRACTUAL

Once race meets are authorized, contractual funds will be used for audits, inspections, clockers, veterinarians, judges, hearing officer, etc.

\$ 7,500

Postage, Communications, Printing, Advertising, etc. \$ 5,000

Office Space rent 5,400

SUB-TOTAL: \$17,900

SUPPLIES \$ 2,500

EQUIPMENT (one time costs only)

Desk, double pedestal, 70" x 36"	\$ 705	
Chair, swivel with arms	653	
Typewriter, IBM Selectric III	1,201	
Chair, side without arms	187	
Desk Calculator	138	
File Cabinet, 5-drawer, legal w/lock	402	
Table, 72" x 36"	325	
Wang terminal	<u>2,100</u>	
	\$5,711 x 2	\$11,422

FY 91 TOTAL GENERAL FUND EXPENDITURES \$90,000

FY 91 REVENUE DETAIL

- One six day event:	
18,000 players (estimate based on 3,000 per day for six days)	
Handle of \$504.0 in total receipts based on an average wager of \$28 (Montana's average)	
A takeout of 35%, with a State share of 10%, equals state revenues of \$50.4 per event.	\$50,400
- \$1.00 per person gate fee equals \$18,000 in State Revenues (\$1.00 times 18,000 players)	<u>18,000</u>
FY 91 ESTIMATED TOTAL REVENUE	\$68,400

FY 92 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, PX, Range 24A, 12 months \$ 73,400
Clerk-Typist III, PX, Range 8A, 12 months 27,736

SUB-TOTAL: \$101,136

TRAVEL

Four Commission meetings in Anchorage area \$ 5,600
2 - Events (8 days; 2 Anch area Commissioners @ \$1280 ea.) 2,560
Director's travel 1,000

SUB-TOTAL: \$ 9,160

CONTRACTUAL

Postage, Communications, Printing, Advertising, etc. \$ 5,000
Office Space rent 5,400
Contractual costs to provide services of an auditor
and investigator, inspections, hearing officer, etc. 25,000

SUB-TOTAL: \$ 35,400

SUPPLIES \$ 2,500

FY 92 TOTAL EXPENDITURES: \$158,196

FY 92 REVENUE DETAIL:

- Two (2) six day events

34,400 players per event (estimate based
on approximately 5,700 players per day
during each six day event)

Handle of \$963.2 in total receipts at each
six-day event based on an average wager of
\$28 (Montana's average)

A takeout of 35%, with State share at 10%,
generates State Revenues of \$96.3 per event,
or \$192.6 for the two events.

\$192,600

- \$1.00 per person for the two events equals
\$68.6 in revenue (\$1.00 times 68,800 people
equals \$68.8)

68,800

FY 92 ESTIMATED REVENUE TOTAL: \$261,400

FY 93 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, PX, Range 24A, 12 months	\$ 73,400
Clerk-Typist III, PX, Range 8A, 12 months	27,736
Race Stewards, Range 18A, 2 @ 6 months each	<u>49,575</u>

SUB-TOTAL: \$150,711

TRAVEL

Four Commission meetings in Anchorage area	\$ 5,600
4 - Events (8 days; by 3 members from Anchorage area and one from Fairbanks)	3,184
(2 Anch. mbrs.: \$80 x 8 x 2 = 1280)	
(1 Anch. mbr: \$80 x 8 x 2 = \$1,280 +	
1 Fbx. mbr: \$232 + \$80 x 9 (extra day)	
x 2 = 1,904)	
Director's travel	<u>1,000</u>

SUB-TOTAL: \$ 9,784

CONTRACTUAL

Audits, investigations, inspectors, hearing officer, etc.	\$ 30,000
Postage, Communications, Printing, Advertising, etc.	5,000
Office Space rent	<u>5,400</u>

SUB-TOTAL: \$ 40,400

SUPPLIES \$ 3,000

FY 93 TOTAL EXPENDITURES: \$203,895

FY 93 REVENUE DETAIL:

- Four (4) six day events
 - 34,400 players per event (estimate)
 - Handle of \$963.2 in total receipts per event based on average wager of \$28 (Montana's average)
 - A takeout of 35%, with State share of 10% of the revenues generated, equals State Revenues of \$96.3 per event, or \$385.2 for the four estimated events. \$385,200
- \$1.00 per person per event generates \$137.6 in revenue (\$1.00 times 34,400 times four events) 137,600

FY 93 Estimated Revenue \$522,800

FISCAL NOTE

REQUEST:

Revision Date: _____ Affected Agency: Department of Law
 Title: "An Act establishing the Alaska Racing Commission" BRU: Legal Services
 Sponsor: Rep. Larson Components: Operations

EXPENDITURES/REVENUES: (THOUSANDS OF DOLLARS)

OPERATING	FY 91	FY 92	FY93	FY 94	FY 95	FY 96
Personal Services						
Travel						
Contractual	0	75.0	0	0	0	0
Supplies						
Equipment						
Land & Structures						
Grants, Claims						
Miscellaneous						
TOTAL OPERATING	0	75.0	0	0	0	0

CAPITAL						
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REVENUE						
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FUNDING: (THOUSANDS OF DOLLARS)

General Fund	0	75.0	0	0	0	0
Federal Fund						
Other						
TOTAL	0	75.0	0	0	0	0

POSITIONS:

Full-Time						
Part-Time						
Temporary						

ANALYSIS: (ATTACH A SEPARATE PAGE IF NECESSARY)

Please see the attached analysis.

Prepared By: Senator Jan Faiks, Chairman Phone: 465-4523
 Division: Senate Judiciary Committee Date: 5/6/90

Approved By: _____ Date: _____
 Agency: _____

DISTRIBUTION (BY PREPARER)
 LEGISLATIVE FINANCE
 LEGISLATIVE SPONSOR

REQUESTOR
 OFFICE OF MANAGEMENT & BUDGET
 AGENCY(IES)

CONTINUATION of FISCAL NOTE ANALYSIS

This bill amends AS 05 by establishing the Alaska Racing Commission and by authorizing parimutuel wagering at sanctioned horse race events. The bill provides that the commission, and its staff, would be responsible for regulating all sanctioned events under a comprehensive regulatory scheme that covers nearly every aspect of race operations and wagering. It is our view that a substantial body of regulations will need to be drafted and adopted to carry out the purposes of this bill. We are therefore requesting \$75,000, as a one-time expense, to handle the drafting effort. We believe that this is the minimum amount necessary to insure proper regulatory oversight, if this form of legalized wagering is authorized in the state.

Unfortunately, we cannot predict future legal costs that may occur once sanctioned racing is established, because of our total lack of experience in this area. It is conceivable, however, that if racing becomes well established that at least one civil attorney and one criminal attorney, plus support costs, could be required on a continuing basis due to racing activity. Because of the severe budget constraints that have already been felt by the department, and because of further budget reductions that may take place in FY 90, it will be necessary to request additional funds when and if racing activities so warrant.

CORRECTED

**STATE OF ALASKA
1989 LEGISLATIVE SESSION**

BILL VERSION: CSHB 29 (L&C)
PUBLISH DATE: HOUSE 2/17/89

FISCAL NOTE

REQUEST:

Revision Date: February 16, 1989 Agency Affected: Commerce & Econ. Dev.
Title: An Act establishing the Alaska BRU: Alaska Racing Commission
Racing Commission and authorizing parimutuel wagering.
Sponsor: Representative Larson Components: _____
Requester: House Finance

EXPENDITURES / REVENUES : (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES	0	43.6	91.8	141.4	141.4	141.4
TRAVEL	0	7.8	14.4	15.2	15.2	15.2
CONTRACTUAL	0	20.4	35.4	20.4	20.4	20.4
SUPPLIES	0	2.5	2.5	2.5	2.5	2.5
EQUIPMENT	0	11.4				
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	85.7	144.1	179.5	179.5	179.5

CAPITAL						
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REVENUE	0	68.4	261.2	522.8	522.8	522.8
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FUNDING: (Thousands of dollars)

GENERAL FUND	0	85.7				
FEDERAL FUNDS						
OTHER	0		144.1*	179.5*	179.5*	179.5*
TOTAL	0	85.7	144.1*	179.5*	179.5*	179.5*

POSITIONS:

*Estimated General Fund Program Receipts

FULLTIME		2	2	2	2	2
PARTTIME		0	0	2	2	2
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary.)

See attached for analysis.

Prepared by: Kathy Marshall, Director Phone: 465-2505
Division: Administrative Services Date: _____

Approved by Commissioner: Larry Merculieff *Kathy Marshall* Phone: _____
Agency: Department of Commerce & Economic Development Date: 2/16/89

Distribution (by preparer):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

FY 90 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, PX, Range 22A, 6 months	\$32,020.00
Clerk-Typist III, PX, Range 8A, 5 months	<u>11,556.60</u>
SUB-TOTAL:	\$43,576.60

TRAVEL

FY 90: Three commission meetings in the Anchorage area at 2 days each. This travel assumes three commissioners are appointed from the Anchorage area, one from Fairbanks, and one from Juneau. The staff positions are located in Anchorage.

	TRAVEL	PER DIEM
3 Anchorage members (160x3x3)	\$ 0.00	\$1,440.00
1 Juneau to Anchorage (366x3)	1,098.00	480.00
1 Fairbanks to Anchorage (232x3)	696.00	480.00
1 Staff person	0.00	0.00
Director's Travel (one trip to inspect and review small racing commission operations in Michigan, Maine and New Hampshire)	1,000.00	1,120.00
1 Site inspection (2 Anch. mbrs)	0.00	160.00
1 Event (8 days; 2 Anch. mbrs)	<u>0.00</u>	<u>1,280.00</u>
	\$2,794.00	\$ 4,960.00
SUB-TOTAL:		\$ 7,754.00

CONTRACTUAL

Postage, Communications, Printing, Advertising and other operating costs.	\$15,000.00
Office Space rent	<u>5,400.00</u>
SUB-TOTAL:	\$20,400.00

SUPPLIES \$ 2,500.00

EQUIPMENT (one time costs only)

Desk, double pedestal, 70" x 36"	\$ 704.63	
Chair, swivel with arms	653.26	
Typewriter, IBM Selectric III	1,201.46	
Chair, side without arms	187.16	
Desk Calculator	137.65	
File Cabinet, 5-drawer, legal w/lock	401.61	
Table, 72" x 36"	324.82	
Wang terminal	2,100.00	
	\$5,710.59 x 2	\$11,421.18

FY 90 TOTAL GENERAL FUND EXPENDITURES \$85,651.78

FY 90 REVENUE DETAIL

- One six day event:
 - 18,000 players (estimate based on 3,000 per day for six days)
 - Handle of \$504.0 in total receipts based on an average wager of \$28 (Montana's average)
 - A takeout of 35%, with a State share of 10%, equals generated State Revenues of \$50.4 per event.
- \$1.00 per person gate fee equals \$18.0 in State Revenues (\$1.00 times 18,000 players)
- Various permit fees will also be charged based on regulations set by the Racing Commission, but it is not possible to estimate the revenues that will be generated by those fees at this time.

FY 90 ESTIMATED REVENUE TOTAL: \$68,400.00

FY 91 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, PX, Range 22A, 12 months	\$ 64,040.00
Clerk-Typist III, PX, Range 8A, 12 months	<u>27,735.88</u>
SUB-TOTAL:	\$ 91,775.88

TRAVEL

Four Commission meetings in Anchorage area	\$ 11,264.00
2 - Site inspections (two Anchorage Area members)	320.00
2 - Events (8 days; 2 Anch area Commissioners @ \$1280 ea.)	<u>2,560.00</u>
SUB-TOTAL:	\$ 14,144.00

CONTRACTUAL

Postage, Communications, Printing, Advertising and other operating costs.	\$ 15,000.00
Office Space rent	5,400.00
Contractual costs to provide services of an auditor and Investigator.	<u>15,000.00</u>
SUB-TOTAL:	\$ 35,400.00

SUPPLIES	\$ 2,500.00
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FY 91 TOTAL GENERAL FUND EXPENDITURES:	\$143,819.88
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FY 91 REVENUE DETAIL:

- Two (2) six day events
 - 34,400 players per event (estimate based on approximately 5,700 players per day during each six day event)
 - Handle of \$963.2 in total receipts at each six-day event based on an average wager of \$28 (Montana's average)
 - A takeout of 35%, with State share at 10%, generates State Revenues of \$96.3 per event, or \$192.6 for the two events.
- \$1.00 per person for the two events equals \$68.6 in revenue (\$1.00 times 68,800 people equals \$68.8)
- Various licensing fees will be charged by the Racing Commission; pending the adoption of regulations setting those fees, it is not possible to estimate that additional revenue for this fiscal note.

FY 91 ESTIMATED REVENUE TOTAL:	\$261,200.00
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FY 92 EXPENDITURE DETAILCSHB 29 (L&C)
HOUSE 2/17/89**PERSONAL SERVICES**

Executive Director, PX, Range 22A, 12 months	\$ 64,040.00
Clerk-Typist III, PX, Range 8A, 12 months	27,735.88
Auditor, PX, Range 18A, 6 months	24,787.25
Investigator III, PX, Range 18A, 6 months	<u>24,787.25</u>

SUB-TOTAL: \$141,350.38

TRAVEL

Four Commission meetings in Anchorage area	\$ 11,264.00
3 - Site inspections (by 3 members from Anchorage area and one from Fairbanks)	712.00
(2 Anch. P/D = 160 x 2 inspections = 320)	
(1 Anch. P/D = 80 + FBX Airfare = \$232 + 80 = 392)	
4 - Events (8 days; by 3 members from Anchorage area and one from Fairbanks)	<u>\$ 3,184.00</u>
(2 Anch. mbrs.: \$80 x 8 x 2 = 1280)	
(1 Anch. mbr: \$80 x 8 x 2 = \$1,280 +	
1 Fbx. mbr: \$232 + \$80 x 9 (extra day)	
x 2 = 1,904)	

SUB-TOTAL: \$ 15,160.00

CONTRACTUAL

Postage, Communications, Printing, Advertising and other operating costs.	\$ 15,000.00
Office Space rent	<u>5,400.00</u>

SUB-TOTAL: \$ 20,400.00

SUPPLIES \$ 2,500.00

FY 92 TOTAL GENERAL FUND EXPENDITURES: \$179,410.38

FY 92 REVENUE DETAIL:

- Four (4) six day events
 - 34,400 players per event (estimate)
 - Handle of \$963.2 in total receipts per event based on average wager of \$28 (Montana's average)
 - A takeout of 55%, with State share of 10% of the revenues generated, equals State Revenues of \$96.3 per event, or \$385.2 for the four estimated events.
- \$1.00 per person per event generates \$137.6 in revenue (\$1.00 times 34,400 times four events)

Various licensing fees will also be assessed and generate revenue; however, pending the adoption of regulations setting those fees, it is not possible to identify or estimate those revenues for this fiscal note.

FY 92 ESTIMATED REVENUE TOTAL: \$522,800.00

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: "An Act establishing the Alaska
Racing Commission . . ."
Sponsor: Representative Larson
Requestor: House Labor & Commerce

Agency Affected: Department of Law
BRU: Legal Services
Components: Operations

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	-0-	75.0	-0-	-0-	-0-	-0-
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	75.0	-0-	-0-	-0-	-0-

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	75.0	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Please see the attached analysis.

Prepared by: Richard I. Pegues, Director
Division: Administrative Services,)
Richard I. Pegues
Approved by Commissioner: Grace Berg Schauble, Atty General
Agency: Department of Law

Phone: 465-3672
Date: January 18, 1989
Date: January 18, 1989

Distribution (by preparer):
Legislative Finance
Legislative Sponsor
Requestor
Office of Management and Budget
Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

No. 2
CSHB 29 (L&C)
HOUSE 2/3/89

This bill amends AS 05 by establishing the Alaska Racing Commission and by authorizing parimutuel wagering at sanctioned horse race events. The bill provides that the commission, and its staff, would be responsible for regulating all sanctioned events under a comprehensive regulatory scheme that covers nearly every aspect of race operations and wagering. It is our view that a substantial body of regulations will need to be drafted and adopted to carry out the purposes of this bill. We are therefore requesting \$75,000, as a one-time expense, to handle the drafting effort. We believe that this is the minimum amount necessary to insure proper regulatory oversight, if this form of legalized wagering is authorized in the state.

Unfortunately, we cannot predict future legal costs that may occur once sanctioned racing is established, because of our total lack of experience in this area. It is conceivable, however, that if racing becomes well established that at least one civil attorney and one criminal attorney, plus support costs, could be required on a continuing basis due to racing activity. Because of the severe budget constraints that have already been felt by the department, and because of further budget reductions that may take place in FY 90, it will be necessary to request additional funds when and if racing activities so warrant.

STATE OF ALASKA
1989 LEGISLATIVE SESSION

BILL VERSION: SSCSHB 29 (L+C) ^(a)
PUBLISH DATE: HOUSE 2/3/89

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Public Safety
Title: "An Act establishing the Alaska Racing Commission..." BRU: Alaska State Troopers
Sponsor: Representative Larson Component: _____
Requestor: House Labor & Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars) (Inflation not included)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

CF

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Under Section 2 of the bill, the Department of Public Safety will be required to run criminal history checks on certain individuals. Because the number of persons whose records must be checked is expected to be very small, the Department believes that this impact can be absorbed using existing staff and resources.

This fiscal note applies to SCS CS HB 29 (L+C)

*Sheila Peterson
Senate L+C Committee*

Prepared by: Gavle A. Horetzki, Deputy Commissioner Phone: 465-4322
Division: Office of the Commissioner Date: 1/18/89

Approved by Commissioner: A. H. English Date: 2-19-89
Agency: Department of Public Safety

STATE OF ALASKA
1989 LEGISLATIVE SESSION

BILL VERSION: CSHB 29 (L&C)
PUBLISH DATE: HOUSE 2/3/89

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Public Safety
Title: "An Act establishing the Alaska Racing Commission..." BRU: Alaska State Troopers
Sponsor: Representative Larson Component: _____
Requestor: House Labor & Commerce

EXPENDITURES/REVENUES: (Thousands of Dollars) (Inflation not included)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

ANALYSIS: (Attach a separate page if necessary)

Under Section 2 of the bill, the Department of Public Safety will be required to run criminal history checks on certain individuals. Because the number of persons whose records must be checked is expected to be very small, the Department believes that this impact can be absorbed using existing staff and resources.

Prepared by: Gavle A. Horetski, Deputy Commissioner
Division: Office of the Commissioner

Phone: 465-4322
Date: 1/18/89

Approved by Commissioner: A.H. English
Agency: Department of Public Safety

Date: 1-19-89

FISCAL NOTE

REQUEST:

Revision Date: _____
Title: "An Act establishing the Alaska
Racing Commission . . ."
Sponsor: Representative Larson
Requestor: House Labor & Commerce

Agency Affected: Department of Law
BRU: Legal Services
Components: Operations

EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL	-0-	75.0	-0-	-0-	-0-	-0-
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	75.0	-0-	-0-	-0-	-0-

CAPITAL						
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REVENUE						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	75.0	-0-	-0-	-0-	-0-
FEDERAL FUNDS						
OTHER						
TOTAL						

POSITIONS:

FULL-TIME						
PART-TIME						
TEMPORARY						

ANALYSIS : (Attach a separate page if necessary)

Please see the attached analysis.

This fiscal note applies
to SCS CSHB 29 (L+C)

Sheila Peterson
Senate L+C Committee

Prepared by: Richard I. Pegues, Director
Division: Administrative Services

Phone: 465-3672
Date: January 18, 1989

Approved by Commissioner: Grace Berg Schaittle, Atty General
Agency: Department of Law

Date: January 18, 1989

Distribution (by preparer) :

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

CONTINUATION of FISCAL NOTE ANALYSIS

This bill amends AS 05 by establishing the Alaska Racing Commission and by authorizing parimutuel wagering at sanctioned horse race events. The bill provides that the commission, and its staff, would be responsible for regulating all sanctioned events under a comprehensive regulatory scheme that covers nearly every aspect of race operations and wagering. It is our view that a substantial body of regulations will need to be drafted and adopted to carry out the purposes of this bill. We are therefore requesting \$75,000, as a one-time expense, to handle the drafting effort. We believe that this is the minimum amount necessary to insure proper regulatory oversight, if this form of legalized wagering is authorized in the state.

Unfortunately, we cannot predict future legal costs that may occur once sanctioned racing is established, because of our total lack of experience in this area. It is conceivable, however, that if racing becomes well established that at least one civil attorney and one criminal attorney, plus support costs, could be required on a continuing basis due to racing activity. Because of the severe budget constraints that have already been felt by the department, and because of further budget reductions that may take place in FY 90, it will be necessary to request additional funds when and if racing activities so warrant.

STATE OF ALASKA
1989 LEGISLATIVE SESSION

(c)
BILL VERSION: SCS CSHB 29(L&C) am
PUBLISH DATE: 5/6/89

FISCAL NOTE

REQUEST:

Revision Date: _____ Agency Affected: Commerce & Econ. Dev.
Title: An Act establishing the Alaska Racing Commission & authorizing pari-mutuel wagering. BRU: Alaska Racing Commission
Sponsor: Representative Larson Components: _____
Requester: Senate Labor & Commerce

EXPENDITURES / REVENUES : (Thousands of Dollars)

OPERATING	FY 89	FY 90	FY 91	FY 92	FY 93	FY 94
PERSONAL SERVICES			50.6	101.1	150.7	150.7
TRAVEL			7.6	9.2	9.8	9.8
CONTRACTUAL			17.9	35.4	40.4	40.4
SUPPLIES			2.5	2.5	3.0	3.0
EQUIPMENT			11.4			
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	90.0	158.2	203.9	203.9

CAPITAL						
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REVENUE	0	0	68.4	261.4	522.8	522.8
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FUNDING: (Thousands of dollars)

GENERAL FUND			90.0			
FEDERAL FUNDS						
OTHER				158.2*	203.9*	203.9*
TOTAL	0	0	90.0	158.2	203.9	203.9

*Estimated General Fund Program Receipts

POSITIONS:

FULL-TIME	0	0	2	2	2	2
PART-TIME			0	0	2	2
TEMPORARY						

ANALYSIS: (Attach a separate page if necessary.)

The effective date of this legislation is July 1, 1990; therefore, no costs would be incurred until FY 91. See attached analysis. As the commission will set licensing and permit fees by regulation, it is not possible at this time to estimate revenues generated by those fees. The fees will be established at

Prepared by: Linda Wild, Special Assistant Phone: 465-2500
Division: Commissioner's Office Date: 5/06/89

Approved by Commissioner: Larry Mercier, Commissioner Phone: 465-2500
Agency: Dept. of Commerce & Economic Development Date: 5/6/89

Distribution (by preparer):

- Legislative Finance
- Legislative Sponsor
- Requestor
- Office of Management and Budget
- Impacted Agency(ies)

ANALYSIS: (continued)

a level sufficient to cover cost of regulation of the events. SCS CSHB 29(L&C) provides the department with program receipt authority, which will allow the department to use program receipts to fund the cost of regulation of parimutuel wagering.

FY 91 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, Range 24A, 6 months	\$36,700
Clerk-Typist III, Range 8A, 6 months	<u>13,867</u>

SUB-TOTAL: \$50,567

TRAVEL

Three commission meetings in the Anchorage area at 2 days each. This travel assumes three commissioners are appointed from the Anchorage area, one from Fairbanks, and one from Juneau. The staff positions are located in Anchorage.

4,194

Director's Travel (one trip to inspect and review small racing commission operations in Michigan, Maine and New Hampshire)

2,120

1 Event (8 days; 2 Anch. mem.) 1,280

SUB-TOTAL: \$ 7,594

CONTRACTUAL

Once race meets are authorized, contractual funds will be used for audits, inspections, clockers, veterinarians, judges, hearing officer, etc.

\$ 7,500

Postage, Communications, Printing, Advertising, etc. \$ 5,000

Office Space rent 5,400

SUB-TOTAL: \$17,900

SUPPLIES \$ 2,500

EQUIPMENT (one time costs only)

Desk, double pedestal, 70" x 36"	\$ 705	
Chair, swivel with arms	653	
Typewriter, IBM Selectric III	1,201	
Chair, side without arms	187	
Desk Calculator	138	
File Cabinet, 5-drawer, legal w/lock	402	
Table, 72" x 36"	325	
Wang terminal	<u>2,100</u>	
	\$5,711 x 2	\$11,422

FY 91 TOTAL GENERAL FUND EXPENDITURES \$90,000
mm0588t -2-

FY 91 REVENUE DETAIL

- One six day event:

18,000 players (estimate based on 3,000
per day for six days)

Handle of \$504.0 in total receipts based
on an average wager of \$28 (Montana's average)

A takeout of 35%, with a State share of
10%, equals state revenues of \$50.4 per event. \$50,400

- \$1.00 per person gate fee equals \$18,000 in
State Revenues (\$1.00 times 18,000 players) 18,000

FY 91 ESTIMATED TOTAL REVENUE \$68,400

FY 92 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, PX, Range 24A, 12 months \$ 73,400
Clerk-Typist III, PX, Range 8A, 12 months 27,736

SUB-TOTAL: \$101,136

TRAVEL

Four Commission meetings in Anchorage area \$ 5,600
2 - Events (8 days; 2 Anch area Commissioners @ \$1280 ea.) 2,560
Director's travel 1,000

SUB-TOTAL: \$ 9,160

CONTRACTUAL

Postage, Communications, Printing, Advertising, etc. \$ 5,000
Office Space rent 5,400
Contractual costs to provide services of an auditor
and investigator, inspections, hearing officer, etc. 25,000

SUB-TOTAL: \$ 35,400

SUPPLIES \$ 2,500

FY 92 TOTAL EXPENDITURES: \$158,196

FY 92 REVENUE DETAIL:

- Two (2) six day events

34,400 players per event (estimate based
on approximately 5,700 players per day
during each six day event)

Handle of \$963.2 in total receipts at each
six-day event based on an average wager of
\$28 (Montana's average)

A takeout of 35%, with State share at 10%,
generates State Revenues of \$96.3 per event,
or \$192.6 for the two events.

\$192,600

- \$1.00 per person for the two events equals
\$68.6 in revenue (\$1.00 times 68,800 people
equals \$68.8)

68,800

FY 92 ESTIMATED REVENUE TOTAL: \$261,400

FY 93 EXPENDITURE DETAIL

PERSONAL SERVICES

Executive Director, PX, Range 24A, 12 months	\$ 73,400
Clerk-Typist III, PX, Range 8A, 12 months	27,736
Race Stewards, Range 18A, 2 @ 3 months each	<u>49,575</u>

SUB-TOTAL: \$150,711

TRAVEL

Four Commission meetings in Anchorage area	\$ 5,600
4 - Events (8 days; by 3 members from Anchorage area and one from Fairbanks)	3,184
(2 Anch. mbrs.: \$80 x 8 x 2 = 1280)	
(1 Anch. mbr: \$80 x 8 x 2 = \$1,280 +	
1 Fbx. mbr: \$232 + \$80 x 9 (extra day)	
x 2 = 1,904)	
Director's travel	<u>1,000</u>

SUB-TOTAL: \$ 9,784

CONTRACTUAL

Audits, investigations, inspectors, hearing officer, etc.	\$ 30,000
Postage, Communications, Printing, Advertising, etc.	5,000
Office Space rent	<u>5,400</u>

SUB-TOTAL: \$ 40,400

SUPPLIES \$ 3,000

FY 93 TOTAL EXPENDITURES: \$203,895

FY 93 REVENUE DETAIL:

- Four (4) six day events
 - 34,400 players per event (estimate)
 - Handle of \$963.2 in total receipts per event based on average wager of \$28 (Montana's average)
 - A takeout of 35%, with State share of 10% of the revenues generated, equals State Revenues of \$96.3 per event, or \$385.2 for the four estimated events. \$385,200
- \$1.00 per person per event generates \$137.6 in revenue (\$1.00 times 34,400 times four events) 137,600

FY 93 Estimated Revenue \$522,800