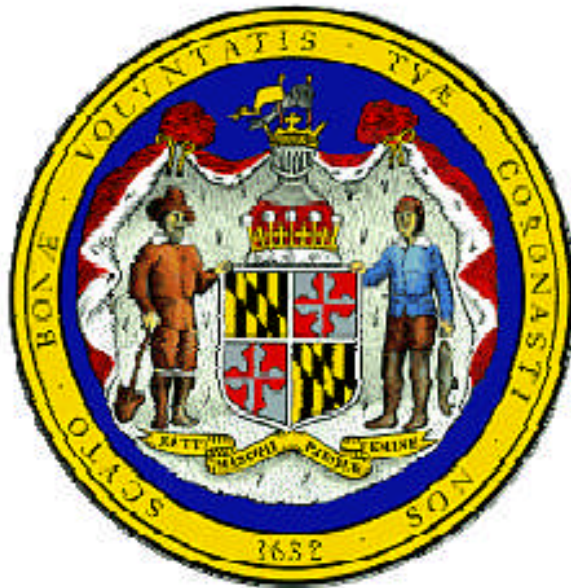


**NINETY-FIRST**  
**ANNUAL REPORT**

**2010**

**STATE OF MARYLAND**



**MARYLAND RACING COMMISSION**

**MARTIN O'MALLEY**  
Governor of Maryland

**ANTHONY G. BROWN**  
Lt. Governor of Maryland

Alexander M. Sanchez  
Secretary  
Department of Labor, Licensing  
and Regulation



MARTIN O'MALLEY, Governor  
ANTHONY G. BROWN, Lt. Governor  
Alexander M. Sanchez, Secretary  
**Maryland Racing Commission**  
J. Michael Hopkins, Executive Director

DLLR Home Page • <http://www.dllr.state.md.us>  
DLLR E-mail • [mddllr@dllr.state.md.us](mailto:mddllr@dllr.state.md.us)

Alexander M. Sanchez, Secretary  
Department of Labor, Licensing and Regulation  
500 N. Calvert Street  
Baltimore, Maryland 21202

Dear Secretary Sanchez:

The Maryland Racing Commission is pleased to present you with the annual report for calendar year 2010.

A review of this report will give you an overview of the horse racing industry in Maryland.

Sincerely,

A handwritten signature in black ink that reads 'J. Michael Hopkins'.

J. Michael Hopkins  
Executive Director

300 East Towsontown Blvd.  
Towson, MD 21286



410-296-9682 • FAX 410-296-9687  
TTY USERS CALL VIA THE MARYLAND RELAY SERVICE

*Keeping Maryland Working and Safe*

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**The Commission during the year 2010 consisted of:**

**Chairman**..... Louis J. Ulman

**Members** ..... Mary Louise Preis  
Charles G. Tildon III  
Thomas W. Winebrener  
John P. McDaniel  
Frank F. Favazza, Jr.  
David Hayden  
Ernest R. Grecco  
John B. Franzone

**The Commission Staff:**

Executive Director ..... J. Michael W. Hopkins  
Deputy Director ..... Robert J. Cassidy  
Fiscal Accounts Manager..... Doreen K. Piquett  
Fiscal Accts. Supvr..... Francine J. Patterson  
Fiscal Clerk II ..... Elizabeth Robinson  
Chief Investigator ..... Joseph M. Poag  
Investigator..... Robert Mullins

**Stewards:**

Administrative Steward..... Philip E. Grove  
Associate Stewards ..... John J. Burke II  
Josette Edwards

**Veterinarians:**

Chief Veterinarian ..... David G. Zipf  
Veterinarians ..... John F. Peacock  
Thomas C. Jett  
Stacey Buzzell

**Chemists:**

Director..... Richie Hickman  
Assistant Chemist ..... Dawson Wood  
Shaoyun Zhu

## **MEETING STATISTICS - 2010**

### **Commission Meetings**

In 2010, the Commission met to conduct business on nine (9) occasions.

## **2010 HIGHLIGHTS**

### **REVENUE:**

\$3,221,210 was collected by the State in 2010. This amount represents a decrease from the amount of revenue collected in 2009.

### **ATTENDANCE:**

Attendance at Maryland tracks was 982,765 in 2010. Since attendance is not kept for patronage at Satellite Simulcast Betting Facilities and at remote tracks, recorded attendance alone is not a good measure of activity.

## **LEGISLATION and OTHER MAJOR EVENTS**

Ocean Downs did conduct a race meeting due to construction issues with the video slot facility.

Rosecroft Raceway ceased operations on June 19, 2010.

The Perryville Video Slot Facility opened and began to generate revenue for purses and the Maryland breeding programs in September.

## 2010 RACING DATES

### MILE TRACKS:

Laurel	January 1 – April 11 Simulcast Only Days	51 + <u>44</u> 95 Days*
Pimlico	April 12 – May 23 Simulcast Only Days	20 + <u>22</u> 42 Days
Colonial Downs	May 24 - July 31 Simulcast Only (68)	
Laurel	July 31 – August 26 Simulcast Only Days	11 + <u>17</u> 28 Days
Laurel	September 7 – December 31 Simulcast Only Days	57 + <u>57</u> 114 Days
	<b>Total</b>	<b>279 Days</b>

### COUNTY FAIR TRACKS:

Timonium	August 27 – September 6 Simulcast Only Days	7 <u>3</u>
	<b>Total</b>	<b>10 Days</b>

### STEEPLECHASE :

Fair Hill	May 29	<u>1</u>
	<b>Total</b>	<b>1 Days</b>

<b>TOTAL LIVE:</b>	<b>147 DAYS</b>
<b>TOTAL SIMULCAST ONLY:</b>	<b><u>143</u> DAYS</b>
<b>THOROUGHBRED TOTAL:</b>	<b>290 DAYS</b>



**2010 RACING DATES**  
(Continued)

**HARNESS TRACKS:**

Rosecroft	January 1 – June 19 Simulcast Only Nights	0 + <u>167</u> 167 Nights
Ocean Downs	January 1 – December 31 Simulcast Only Nights	4 + <u>362</u> 366 Nights

<b>TOTAL LIVE:</b>	<b>4 NIGHTS</b>
<b>TOTAL SIMULCAST ONLY:</b>	<b><u>529</u> NIGHTS</b>
<b>HARNESS TOTAL:</b>	<b>533 NIGHTS</b>

<b>TOTAL LIVE RACING DAYS AND NIGHTS</b>	<b>151</b>
<b>TOTAL SIMULCAST ONLY</b>	<b><u>672</u></b>
<b>GRAND TOTAL</b>	<b>823</b>

**RACE YEAR SUMMARY:**

During the year 2010, there were 823 days and nights of licensed racing in the State, consisting of the following:

There were 290 days of licensed racing at the Mile Tracks - Pimlico 42 days and Laurel 237 days; 10 days at Timonium; and 1 day raced at Fair Hill. There were also 533 nights of licensed racing at the Harness Tracks - Rosecroft 167 nights and Ocean Downs 366 nights.

**ATTENDANCE FOR CALENDAR YEARS 2008 - 2010**

	<u>2008</u>	<u>2009</u>	<u>2010</u>
Laurel	595,036	550,511	547,024
Pimlico	455,069	370,896	330,242
Timonium	<u>23,022</u> **	<u>22,591</u>	<u>22,287</u>
<b>TOTAL:</b>	<b>1,073,127</b>	<b>943,998</b>	<b>899,553</b>
Rosecroft	216,921	135,138	31,956*
*Remote Only			
Ocean Downs	<u>220,133</u>	<u>117,372</u>	<u>37,256</u>
<b>TOTAL:</b>	<b>437,054</b>	<b>252,510</b>	<b>69,212</b>
Fair Hill	<b>14,500</b>	<b>15,250</b>	<b>14,000</b>
<b>TOTAL ATTENDANCE - THOROUGHBRED AND HARNESS:</b>	<b><u>1,524,681</u></b>	<b><u>1,211,758</u></b>	<b><u>982,765</u></b>

\*\*Includes attendance from State Fair

**WAGERING HISTORY IN MARYLAND**  
of  
**THOROUGHBRED AND HARNESS RACING**

**THOROUGHBRED STATISTICS:**

YEAR	LICENSED DAYS	AMOUNT WAGERED
1996	309	474,630,499
1997	321	465,225,433
1998	314	476,034,935
1999	314	480,988,981
2000	319	344,843,621
2001	348	337,652,117
2002	344	329,705,940
2003	346	306,261,175
2004	312	293,795,752
2005	303	298,722,053
2006	297	279,978,363
2007	301	259,549,867
2008	303	225,189,800
2009	291	195,908,615
2010	290	190,800,402

**HARNESS STATISTICS:**

YEAR	LICENSED DAYS	AMOUNT WAGERED
1996	349	88,620,663
1997	307	82,462,587
1998	305	87,101,030
1999	622	86,191,188
2000*	600	151,566,620*
2001	705	156,777,856
2002	749	155,892,827
2003	742	144,598,813
2004	749	131,111,243
2005	721	140,789,276
2006	724	130,058,639
2007	721	117,815,100
2008	727	100,559,207
2009	738	65,631,105
2010	823	22,753,567

**SSB FACILITIES STATISTICS:**

YEAR	AMOUNT WAGERED
1996	563,251,162
1997	547,688,020
1998	563,347,127
1999	567,181,246
2000	52,791,482
2001	64,393,587
2002	65,580,391
2003	68,972,477
2004	67,351,515
2005	65,745,234
2006	64,961,268
2007	69,206,967
2008	52,507,771
2009	41,360,026
2010	38,137,636

**COMBINED TOTALS:**

YEAR	LICENSED DAYS	AMOUNT WAGERED
1996	658	563,251,162
1997	628	547,688,020
1998	619	563,347,127
1999	936	567,181,246
2000	919	549,201,723
2001	1,053	558,823,560
2002	1,093	555,179,158
2003	1,088	519,832,465
2004	1,061	492,258,510
2005	1,024	505,256,563
2006	1,021	474,998,270
2007	1,022	446,571,934
2008	1030	378,256,778
2009	1029	302,899,746
2010	1113	251,691,605

\* Indicates amount bet at facility on all racing including Thoroughbred and Harness, whereas prior years' figures were for bets on the type of racing for which the association was licensed.

## AMOUNT WAGERED

	<u>2009</u>	<u>2010</u>
<b><u>MILE TRACKS:</u></b>		
Laurel	\$121,859,539	\$125,286,760
Pimlico	<u>72,070,373</u>	<u>63,646,054</u>
<b>TOTAL</b>	<b><u>\$193,929,912</u></b>	<b><u>\$188,932,814</u></b>
<b><u>COUNTY FAIR TRACKS:</u></b>		
Timonium	<u>\$1,818,136</u>	1,694,243
<b>TOTAL</b>	<b><u>\$1,818,136</u></b>	<b><u>1,694,243</u></b>
<b><u>HARNESS TRACKS:</u></b>		
Rosecroft	\$50,263,593	11,184,716
Ocean Downs	<u>15,367,512</u>	<u>11,568,851</u>
<b>TOTAL</b>	<b><u>\$65,631,105</u></b>	<b><u>22,753,567</u></b>
<b><u>STEEPLECHASE:</u></b>		
Fair Hill	<u>\$160,567</u>	<u>173,345</u>
<b>TOTAL</b>	<b><u>\$160,567</u></b>	<b><u>173,345</u></b>
<b><u>SSB FACILITIES</u></b>	<b><u>\$41,360,026</u></b>	<b><u>38,137,636</u></b>
<b>SUMMARY</b>		
Mile Tracks	\$193,929,912	188,932,814
County Fair Tracks	1,818,136	1,694,243
Harness Tracks	65,631,105	22,753,567
Steeplechase	160,567	173,345
SSB Facilities	41,360,026	<u>38,137,636</u>
<b>TOTAL</b>	<b><u>\$302,899,746</u></b>	<b><u>251,691,605</u></b>

## SATELLITE SIMULCAST BETTING

The amounts bet at the Satellite Simulcast Betting Facilities in calendar year 2010 are reflected in the following table.

### Maryland Satellite Simulcast Betting Facilities

Bet At:	Cracked Claw	NorthEast	Cambridge	Riverboat
Bets on:				
MD Thoroughbred Races	1,201,872	689,182	196,147	319,789
MD Harness Races	0	0	0	0
Out - of -State Races	18,427,315	8,836,450	3,267,578	5,199,303
<b>TOTAL</b>	<b><u>19,629,187</u></b>	<b><u>9,525,632</u></b>	<b><u>3,463,725</u></b>	<b><u>5,519,092</u></b>

In 2010, SSB facilities met the prescribed food and service standards and provide a convenience to the horse racing public.

## FIVE YEAR ASSESSMENT OF LAUREL

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>Attendance</u> (* includes Pimlico @ Laurel) Live & Simulcast	547,024	550,511	595,036	688,623	798,795
<u>Purses</u>	18,817,640	20,267,180	22,545,198	28,973,186	30,306,075
<u>Number of days of live racing</u> (includes Pimlico @ Laurel)	120	125	148	148	153
<u>Betting on its live racing at:</u>					
Laurel	12,084,240	12,339,625	15,641,791	21,768,715	26,246,235
Other MD tracks	2,761,249	4,020,319	6,925,865	10,872,535	13,673,820
Satellite Simulcast Facilities in MD	1,319,131	1,513,529	2,333,342	3,815,983	3,984,733
Out-of-state	137,405,337	152,845,286	206,402,804	331,599,434	364,757,990
<u>Betting on other in-State races</u>	2,534,948	2,636,181	3,414,650	4,400,788	5,057,840
<u>Betting on out-of-State races</u>	110,667,572	106,883,733	114,082,040	127,312,028	134,049,952
<u>Total betting at this location on all racing</u>	125,286,760	121,859,539	133,138,481	153,481,531	165,354,027

## FIVE YEAR ASSESSMENT OF PIMLICO

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>Attendance</u> (* Live & Simulcast)	330,242	370,896	455,069	524,994	395,994
<u>Purses</u>	4,363,625	4,447,202	6,952,102	8,481,554	8,922,813
<u>Number of days of live racing</u>	20	20	31	31	31
<u>Betting on its live racing at:</u>					
Pimlico	8,036,467	7,792,638	10,748,712	12,343,805	13,288,969
Other MD tracks	2,350,144	3,444,056	3,997,525	5,249,571	9,171,465
Satellite Simulcast Facilities in MD	863,090	891,727	1,138,779	1,515,430	2,373,764
Out-of-state	105,847,843	115,690,400	120,491,748	146,373,605	168,447,887
<u>Betting on other in-State races</u>	2,840,891	3,349,615	4,783,598	7,387,080	9,171,465
<u>Betting on out-of-State races</u>	52,768,696	60,928,120	74,549,612	84,131,719	89,598,639
<u>Total betting at this location on all racing</u>	63,646,054	72,070,373	90,081,922	103,862,604	112,059,073

### FIVE YEAR ASSESSMENT OF TIMONIUM

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>Attendance</u>	22,287	22,591	23,022	26,107	27,548
<u>Purses</u>	681,420	704,930	583,960	739,170	929,235
<u>Number of days of live racing</u>	7	7	7	7	8
<u>Betting on its live racing at:</u>					
Timonium	1,059,058	1,151,194	1,059,762	1,199,084	1,458,227
Other MD tracks	264,446	319,819	431,914	489,132	660,401
Satellite Simulcast Facilities in MD	43,766	53,710	58,525	83,536	116,707
Out-of-state	1,368,205	1,735,642	2,105,862	1,885,528	3,073,144
<u>Betting on other in-State races</u>	0	0	0	0	0
<u>Betting on out-of-State races</u>	635,185	666,942	736,201	885,211	938,530
<u>Total betting at this location on all racing</u>	1,694,243	1,818,136	1,795,963	2,084,295	2,396,757

\*Fair attendance included.



## FIVE YEAR ASSESSMENT OF ROSECROFT

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<u>Attendance</u>	31,956	135,138	216,921	339,579	404,191
<u>Purses</u>	0	0	1,137,900	4,592,400	5,392,600
<u>Number of days of live racing</u>	0	6	43	86	106
<u>Betting on its live racing at:</u>					
Rosecroft	0	44,547	1,310,387	3,504,514	4,498,952
Other MD tracks	0	0	187,880	470,349	663,941
Satellite Simulcast Facilities in MD	0	0	68,144	177,509	170,241
Out-of-state	0	0	2,584,570	7,628,000	12,242,000
<u>Betting on other in-State races</u>	0	870,997	3,637,647	5,293,719	6,880,223
<u>Betting on out-of-State races</u>	11,184,716	49,348,049	78,586,525	88,680,723	98,914,952
<u>Total betting at this location on all racing</u>	11,184,716	50,263,593	83,534,559	97,478,956	110,294,127

## FIVE YEAR ASSESSMENT OF OCEAN DOWNS

	<u>2010</u>	<u>2009</u>	<u>2009</u>	<u>2007</u>	<u>2006</u>
<u>Attendance</u>	37256*	117,372	220,133	132,902	212,969
<u>Purses</u>	552,975	900,000	926,550	902,500	820,265
<u>Number of days of live racing</u>	4	40	40	40	40
<u>Betting on its live racing at:</u>					
Ocean Downs	0	1,754,046	1,934,469	2,018,446	2,051,340
Other MD tracks	0	187,547	292,761	273,554	430,465
MD Satellite Simulcast Facilities	0	44,055	46,742	64,092	84,235
Out-of-state	0	2,588,029	2,933,963	2,910,231	3,231,842
<u>Betting on other in-State races</u>	576,927	688,240	957,585	1,454,496	1,476,983
<u>Betting on out-of-State races</u>	10,991,924	12,925,225	14,132,593	16,674,221	16,443,698
<u>Total betting at this location on all racing</u>	11,568,851	15,367,511	17,024,647	20,147,163	19,972,021

## METHOD OF TAXATION

### TAKEOUT AT MARYLAND THOROUGHBRED RACETRACKS

Effective July 1, 2005

	<u>Regular Pool%</u>	<u>2-Horse Multiple</u>	<u>3-Horse Multiple 1st Race</u>
State Tax	.32	.32	.32
Purses	7.88 (1)	8.88 (1)	11.88 (1)
Track	7.70 (2)	8.70 (2)	11.70 (2)
Maryland Million	1.00	2.0	.75
Bred Fund	<u>1.10</u>	<u>1.10</u>	<u>1.10</u>
Total Takeout	18.00	21.00	25.75
Returned to Public	<u>82.00</u>	<u>79.00</u>	<u>74.25</u>
 Total Handle	 100.00 %	 100.00 %	 100.00 %

#### Timonium

State Tax	0 (3)	0 (3)	0 (3)
Purses	5.00	7.00	13.00
Track	10.50 (2)	10.50 (2)	10.50 (2)
Bred Fund	<u>1.50</u>	<u>1.50</u>	<u>1.50</u>
Total Takeout	17.00	19.00	25.00
Returned to Public	<u>83.00</u>	<u>81.00</u>	<u>75.00</u>
 Total Handle	 100.00 %	 100.00 %	 100.00 %

#### Fair Hill

State Tax (Fair Hill Improvement Fund)	9.00
Track	<u>16.00</u>
Total Takeout	25.00
Returned to Public	<u>75.00</u>
 Total Handle	 100.00 %

(1) Includes .18 for purses.

(2) Includes .25 for Pension Fund.

(3) No State tax paid during the State Fair.

**METHOD OF TAXATION**  
(Continued)

**TAKEOUT AT MARYLAND HARNESS RACETRACKS**

	1-Horse <u>Pool %</u>	2-Horse <u>Pool %</u>	Over 2-Horse <u>Pool %</u>
State Tax	.32	.32	.32
Purses	.18	.18	.18
Track	18.00	20.00	26.00
Standardbred Fund	(4)	(4)	(4)
Track Pensions	(5)	(5)	(5)
Total Takeout	18.75	20.75	26.75
Returned to Public	<u>81.25</u>	<u>79.25</u>	<u>73.25</u>
Total Handle	100.00 %	100.00 %	100.00 %

(4) The amount deducted is .5 and 1.00 respectively of the first \$125,000 daily average. The amount deducted for amounts in excess of \$125,000 are 1.00, 1.00 and 1.50 of the track share of the takeout.

(5) If daily average for the year exceeds \$125,000, .25% of the handle is deducted from all pools for track employee pensions.

## REVENUE TO THE STATE: THOROUGHBRED

### TOTAL FOR ALL MEETS

	<u>2009</u>	<u>2010</u>
<b>LAUREL</b>		
Race Days	359*	357**
Tax to the State	684,757	690,487
License Fee	<u>7,550</u>	<u>6,150</u>
	<b>692,307</b>	<b>696,637</b>

### PIMLICO

Race Days	359**	357**
Tax to the State	264,691	239,883
License Fee	<u>1,225</u>	<u>3,275</u>
	<b>265,916</b>	<b>243,158</b>

<b>TOTAL</b>	<b><u>958,223</u></b>	<b><u>939,795</u></b>
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### COUNTY FAIR:

Race Days	10	10
Tax to the State	\$ - 0 -	-0-
License Fee	<u>- 0 -</u>	<u>-0-</u>
	\$ - 0 -	-0-

<b>TOTAL COUNTY FAIR</b>	<b><u>\$ - 0 -</u></b>	<b><u>-0-</u></b>
--------------------------	------------------------	-------------------

### STEEPLECHASE:

Race Days	1	1
Tax to the State	<u>14,451</u>	<u>15,601</u>
<b>TOTAL</b>	<b><u>14,451</u></b>	<b><u>15,601</u></b>

\*included 61 Simulcast days from Colonial Downs

\*\*Included 68 Simulcast days from Colonial Downs

## REVENUE TO THE STATE: HARNESS

	<u>2009</u>	<u>2010</u>
<b>ROSECROFT</b>		
Race Days	359	*167
*Remote Only		
Tax to the State	159,192	35,162
License Fee	<u>9,050</u>	<u>4,500</u>
	<b>168,242</b>	<b>39,662</b>
<b>OCEAN DOWNS</b>		
Race Days	379	366
Tax to the State	46,780	37,416
License Fee	<u>9,250</u>	<u>9,050</u>
	<b>56,030</b>	<b>46,466</b>
<b>TOTAL HARNESS</b>	<b><u>224,272</u></b>	<b><u>86,128</u></b>
(Race days include live and simulcast only days)		

## SUMMARY OF LICENSES & REGISTRATIONS ISSUED

2010

### THOROUGHBRED LICENSES :

514	Original Owner	@ \$50.00	\$25,700
1,523	Renewal Owner	25	38,075
66	Original Trainer	50	3,300
218	Renewal Trainer	25	5,450
105	Assistant Trainer	25	2,625
315	Owner / Trainer	50	15,750
215	Jockey	25	5,375
32	Apprentice Jockey	25	800
23	Jockey Agent	25	575
20	Veterinarian	25	500
34	Farrier	10	340
842	Stable Employee	5	4,210
474	Mutuel Employee	5	2,370
104	Vendor	5	520
218	Exercise Rider	5	1,090
268	Track Employee	5	1,340
-----			-----
<b>4,971</b>	<b>TOTAL LICENSES</b>		<b><u>\$108,020</u></b>

### THOROUGHBRED REGISTRATIONS:

31	Authorized Agent	@ \$10.00	310
709	Assumed Name	75	53,175
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<b>740</b>	<b>TOTAL REGISTRATIONS</b>		<b><u>\$53,485</u></b>

**SUMMARY OF LICENSES & REGISTRATIONS ISSUED**  
(Continued)

**HARNESS LICENSES:**

18	Original Owner	@ \$50.00	\$900
140	Renewal Owner	25	3,500
2	Original Trainer	25	50
16	Renewal Trainer	25	400
18	Driver	25	450
10	Trainer / Driver	50	500
27	Owner / Trainer	50	1,350
21	Owner / Trainer / Driver	75	1,575
3	Owner / Driver	50	150
6	Veterinarian	25	150
189	Stable Employee	5	945
72	Mutuel Employee	5	360
103	Track Employee	5	515
5	Vendor	5	25
0	Farrier	5	0
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<b>630</b>	<b>TOTAL LICENSES</b>		<b><u>\$10,870</u></b>

**HARNESS REGISTRATIONS:**

0	Authorized Agent	10	0
25	Assumed Name	75	1,875
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<b>25</b>	<b>TOTAL REGISTRATIONS</b>		<b><u>\$1,875</u></b>

**THOROUGHBRED AND HARNESS**

**TOTAL RECEIPTS FOR LICENSES & REGISTRATIONS ISSUED: \$174,250**



## UNCASHED PARI-MUTUEL TICKETS

If any winning ticket is not redeemed for a period of one (1) year from the date of issue, the amount necessary to redeem the ticket shall be paid to a special fund of the State. The following receipts are from race meetings conducted in the year prior to that indicated by the columnar heading.

	<u>2009</u>	<u>2010</u>
Mile Tracks	\$1,448,889	\$1,355,391
Harness Tracks	335,660	292,228
County Fair Track	0*	0*
Steeplechase	<u>2,446</u>	<u>3,170</u>
<b>TOTAL UNCASHED PARI-MUTUEL TICKETS</b>	<b>\$1,786,995</b>	<b>\$1,650,789</b>

\*County Fair uncashed monies included with mile tracks.

\*\*SSB's uncashed monies included with racetracks uncashed tickets.

## STATEMENT OF RECEIPTS

### DISBURSED TO THE STATE COMPTROLLER

	<u>2009</u>	<u>2010</u>
<b><u>MILE TRACKS:</u></b>		
Track License Fees	\$8,775	\$9,425
Tax on Betting	949,448	930,370
Licensing Fees	104,310	9,425
Registration Fees	23,885	53,485
Uncashed Pari-Mutuels	<u>1,448,889</u>	<u>1,355,391</u>
<b>TOTAL DISBURSEMENTS MILE TRACKS</b>	<b><u>\$2,535,307</u></b>	<b><u>\$2,358,096</u></b>
 <b><u>COUNTY FAIR TRACKS:</u></b>		
Tax on Betting (6)	-0-	-0-
Uncashed Pari-Mutuels	*	*
<b>TOTAL DISBURSEMENTS COUNTY FAIR TRACKS</b>	<b><u>0</u></b>	<b><u>0</u></b>
 <b><u>HARNESS TRACKS:</u></b>		
Track License Fees	\$18,300	\$13,550
Tax on Betting	205,972	72,578
Licensing Fees	40,505	13,550
Registration Fees	3,770	1,875
Uncashed Pari-Mutuels	<u>335,660</u>	<u>292,228</u>
<b>TOTAL DISBURSEMENTS HARNESS TRACKS</b>	<b><u>\$604,207</u></b>	<b><u>\$393,781</u></b>
 <b><u>STEEPLECHASE:</u></b>		
Tax on Betting	\$14,451	\$15,601
Uncashed Pari-Mutuels	<u>2,446</u>	<u>3,170</u>
<b>TOTAL DISBURSEMENTS STEEPLECHASE</b>	<b><u>\$16,897</u></b>	<b><u>\$18,771</u></b>
 <b><u>OTB'S:</u></b>		
PERMIT FEE	<u>\$2,500</u>	<u>\$2,500</u>
<b>TOTAL DISBURSEMENTS O.T.B.</b>	<b><u>\$2,500</u></b>	<b><u>\$2,500</u></b>
 <b><u>TOTAL ALL DISBURSEMENTS</u></b>	 <b><u>\$3,158,911</u></b>	 <b><u>\$2,773,148</u></b>

(6) No State tax is payable when racing is conducted during the State Fair.

\*County Fair uncashed monies included with mile tracks.

## STATEMENT OF RECEIPTS

### DISBURSED TO THE STATE COMPTROLLER (Continued)

#### DIRECT DISBURSEMENTS TO STATE COMPTROLLER:

	<u>2009</u>	<u>2010</u>
Tax on Badges & Admissions	\$283,085	\$303,582
Sales Tax on Horses Claimed	<u>141,885</u>	<u>144,480</u>
<b>TOTAL DIRECT DISBURSEMENTS TO STATE</b>	<b>\$424,970</b>	<b>\$448,062</b>
<b><u>TOTAL ALL DISBURSEMENTS TO STATE COMPTROLLER</u></b>	<b><u>\$3,583,881</u></b>	<b><u>\$3,221,210</u></b>

## STATEMENT OF ACTUAL EXPENDITURES

JANUARY 1 TO DECEMBER 31, 2010

### SALARIES & BENEFITS

Commission Personnel	<u>\$398,268</u>
<b>Total Salary Expenses</b>	<b><u>\$398,268</u></b>

### OFFICE EXPENDITURES:

Telephone and Postage	\$20,617
Travel Expenses	\$9,811
Motor Vehicle Operation	\$5,839
Contractual Services, i.e., Printing, Repairs, Equipment and Leasing, Court Expenses, Transcript of Hearings	48,251
Office Supplies	10,071
Office Equipment Additional	1,117
Fixed Charges, i.e., Rent, Insurance, Subscriptions and Dues	21,964
<b>Total Office Expenses</b>	<b><u>\$117,670</u></b>

<b>TOTAL EXPENDITURES AND DISBURSEMENTS (7)</b>	<b><u>\$515,938</u></b>
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### OTHER DISBURSEMENTS:

<b>Grants</b>	<b>\$1,460,000</b>
<b>Impact Aid</b>	<b>\$407,278</b>
<b>Other:</b>	
Fair Hill	\$15,601
Maryland Standardbred Race Fund	255,802
Maryland-bred Race Fund	365,432
MD. Agric. Edu. & Rural Dev. Asst. Fund	0
<b>Total Other:</b>	<b><u>\$636,835</u></b>
<b>TOTAL OTHER DISBURSEMENTS</b>	<b><u>\$2,504,113</u></b>

(7) Does not include salaries of Stewards and Judges, nor salaries of personnel and expenses reimbursed by the associations.

## MARYLAND RACING COMMISSION LABORATORY

The Maryland Racing Commission Laboratory provides horse and human drug testing to protect the State of Maryland, competing horsemen and the wagering public. Located within the Virginia-Maryland Regional College of Veterinary Medicine building at University of Maryland-College Park Campus, we enjoy a close working relationship with the college faculty and staff along with the Maryland Department of Agriculture and extension personnel and extension personnel.

The Racing Commission Laboratory has provided testing services to Maryland Department of Agriculture personnel during the animal expositions at both state and county fairs.

Over the past year, the laboratory has continued its aggressive methods to protect the racing industry against the illegal use of drugs and medications. We continue to expand the scope of testing performed in the United States and as such, believe that the program is second to none. Through Maryland's medication meetings with horsemen, private practitioners and Racing Commission personnel, dialog has enabled the Commission to allow competing horsemen to employ certain therapeutic medications without fear of purse redistribution and disqualification.

The following table and list represent the findings of the laboratory during calendar year 2010

### ASSOCIATION OF OFFICIAL RACING CHEMISTS OFFICIAL SAMPLES ANALYZED DURING CALENDAR YEAR 2010

#### Maryland Racing Commission Laboratory Submitted by Richie Hickman

#### NUMBER OF OFFICIAL SAMPLES ANALYZED

<u>SOURCE</u>	<u>URINE</u>	<u>BLOOD</u>	<u>TOTAL</u>	<u>POSITIVE</u>
Thoroughbred	2,403	2,702	5,105	33
Standardbred	46	50	96	0
Human	<u>1</u>	<u>0</u>	<u>1</u>	<u>1</u>
<b>2009 Totals</b>	<b>2,450</b>	<b>2,752</b>	<b>5,202</b>	<b>34</b>

## **THE MARYLAND JOCKEY INJURY COMPENSATION FUND**

The Maryland Jockey Injury Compensation Fund, Inc. was established by legislative action during the 1985 session of the General Assembly and became effective January 1, 1986.

The purpose of this fund is to purchase a blanket workmen's compensation insurance policy for all jockeys licensed by the Maryland Racing Commission and participating at the Maryland race tracks.

### **POLICY COST**

1996	\$390,462.00
1997	\$318,181.00
1998	\$312,093.00
1999	\$346,367.00
2000	\$355,966.00
2001	\$378,578.00
2002	\$388,877.00
2003	\$586,640.00
2004	\$611,533.00
2005	\$655,311.00
2006	\$741,868.00
2007	\$977,423.00
2008	\$723,852.00
2009	\$476,211.00
2010	\$404,954.00

The above costs were funded by an assessment on all licensed owners and trainers levied and collected by the Maryland Racing Commission at the time of licensure. The assessment per licensee for 2010 was \$ 50.00

# MARYLAND-BRED FUND REPORT

## MARYLAND-BRED FUND DISTRIBUTION IS EXPLAINED

The Maryland-Bred Fund was created by the General Assembly in 1962. Maryland was the first state to develop an incentive program to encourage the improvement of Thoroughbred breeding and racing. Since that time, more than 30 other states have instituted incentive programs of one kind or another.

In Maryland, there are six categories through which monies from the Fund are made available: 1) **purse money** for stakes races for registered Maryland-breds, 2) **awards for owners** of winning Maryland-breds, 3) **awards for breeders** of winning and stakes-placed Maryland-breds, 4) **awards for the owners of stallions** which sire Maryland-bred winners and stakes-placed horses, 5) **yearling show bonus awards** of \$40,000 (\$20,000 for the four highest-earning 2-year-olds and \$20,000 for the four highest-earning 3-year-olds, based on North American earnings, shown at the annual MHBA show), and 6) **Maryland Million allocation** of 5 percent for purses. The Maryland Fund receives slightly less than 1 percent of the total mutuel handle and breakage from Laurel and Pimlico (the State's two mile tracks) and 1.5 percent of the mutuel handle and 5.0 percent of the breakage at Timonium (a 5/8's mile track). (These allocations are subject to adjustments for expenses of operating OTB, simulcasts and intertrack betting.)

In 2010, revenue for the Maryland-Bred Fund totaled over \$2.4 million (includes approximately \$1.7 million from pari-mutuel wagering funds and \$700,000 from other sources). After eligible deductions were taken, this money was divided 55 percent to purse money and owner awards and 45 percent to breeder and stallion awards - or about \$1.2 million to purses and owner awards and \$1.0 million to breeder and stallion awards.

Fifty-five percent of the Fund is designated for purses and owner awards, of which 66-2/3 percent was allocated to purses and 33-1/3 percent was allocated to owner awards. The remaining 45 percent funds breeder and stallion awards. Since 1982, owner awards have been paid in lieu of any restricted races other than stakes and Maryland Million races for horses sired by Maryland Stallions. The quality of Maryland-breds has improved to such an extent since the Fund was initiated more than 40 years ago that the shelter of restricted races has ceased to be the most effective use of Fund monies. Owner awards benefit more people and provide a greater incentive to race in Maryland.

Owner awards are paid to the owners of all registered Maryland-breds when they win any race (including all maiden claiming races) other than stakes, starter races or claiming races in which the winner runs for a claiming price of less than \$20,000. These awards usually amount to 10 to 15.5 percent of the winner's share of the purse with the exact percentage for bonus calculation being determined bi-annually by the Maryland Racing Commission with the advice of the Maryland Bred Fund Advisory Committee.

Breeder and stallion awards are paid for the registered Maryland-bred which wins any race or finishes second, third or fourth in any stakes race in Maryland. Since 2005 breeder awards have amounted to 10 to 15.5 percent of the winner's share of the purse, and stallion awards have varied between 5 and 7.75 percent of the winner's share of the purse. The exact percentages for bonus calculation are determined bi-annually by the Maryland Racing Commission, with the advice of the Maryland Bred Fund Advisory Committee. In stakes races, the award is based on the first \$100,000 of the gross purse.

In order to earn a breeder award, the winning (or stakes-placed) horse must be registered as a Maryland-bred. In order to earn a stallion award, the winning (or stakes-placed) horse must be registered as a Maryland-bred and the sire must be registered with the MHBA in addition to having stood in Maryland at the time the winner was conceived.

The Maryland-Bred Fund program is administered by the Maryland Racing Commission with the assistance and advice of the Maryland-Bred Fund Advisory Committee chaired by David Hayden, a member of the Maryland Racing Commission. Other members of the Maryland Fund Advisory Committee are Georganne Hale (Representing the mile tracks), John H. Mosner, Jr., (minor track), Ann Merryman and James B. Steele, Jr. (MHBA). Under the direction of the Commission, the actual administration of the Fund, including maintaining the Maryland-bred registry and computing and distributing all bonus awards, is performed by the MHBA for which it receives compensation in the amount of 5 percent of the total receipts of the Fund.

The stakes program is planned on an annual basis and is based on projected track handles for the coming year.



## MARYLAND STANDARDBRED RACE FUND

Total purses for the year were \$ 552,975, a decrease from 2009 purses. The Maryland Sire Stakes (MSS) and Maryland Standardbred Fund (MSF) combined totals for the program in each year from 1991 through 2010 are shown below:

<u>YEAR</u>	<u>MSS</u>	<u>MSF</u>	<u>TOTAL</u>
1991	1,383,910	1,056,288	2,440,198
1992	1,316,150	933,140	2,249,290
1993	1,392,940	889,352	2,282,292
1994	1,459,520	885,000	2,344,520
1995	1,736,050	1,018,100	2,754,150
1996	1,736,050	1,017,270	2,753,320
1997	1,209,660	793,775	2,003,435
1998	1,152,040	909,190	2,061,230
1999	1,171,750	967,620	2,139,370
2000	1,215,690	1,132,700	2,348,390
2001	1,142,780	1,039,960	2,182,740
2002	970,360	900,690	1,871,050
2003	947,550	833,250	1,780,800
2004	784,000	537,127	1,321,127
2005	779,104	627,761	1,406,865
2006	859,650	687,860	1,547,510
2007	816,750	620,200	1,436,950
2008	720,000	494,550	1,214,550
2009	445,000	315,550	760,550
2010	311,500	241,475	552,975