

Director: Geoffrey Gonsler

JLBC Analyst: Grant Nülle

	FY 2006 Actual	FY 2007 Estimate	FY 2008 Approved	FY 2009 Approved
OPERATING BUDGET				
<i>Full Time Equivalent Positions</i>	46.5	46.5	46.5	46.5
Personal Services	1,768,700	1,899,800	1,949,700	1,899,800
Employee Related Expenditures	471,600	561,400	596,600	563,700
Professional and Outside Services	239,900	201,700	271,700	271,700
Travel - In State	174,100	115,500	115,500	115,500
Travel - Out of State	5,400	4,100	4,100	4,100
Other Operating Expenditures	292,800	313,200	414,500	394,100
Equipment	16,100	0	16,000	16,000
AGENCY TOTAL	2,968,600	3,095,700	3,368,100^{1/2/}	3,264,900^{1/2/}

FUND SOURCES

General Fund	2,623,600	2,750,700	2,851,100	2,747,900
<u>Other Appropriated Funds</u>				
County Fair Racing Fund	300,000	300,000	450,000	450,000
Racing Administration Fund	45,000	45,000	67,000	67,000
SUBTOTAL - Other Appropriated Funds	345,000	345,000	517,000	517,000
SUBTOTAL - Appropriated Funds	2,968,600	3,095,700	3,368,100	3,264,900
Other Non-Appropriated Funds	1,673,900	2,463,400	2,463,400	2,463,400
TOTAL - ALL SOURCES	4,642,500	5,559,100	5,831,500	5,728,300

AGENCY DESCRIPTION — The Arizona Department of Racing regulates the pari-mutuel horse and greyhound racing industries through the supervision of race meetings, screening of license applicants, collection of taxes and fees, and assessment of fines or other penalties. The Division of Boxing Regulation is responsible for licensing, investigating, and regulating professional boxing, tough man, and nontraditional fighting contests within Arizona.

PERFORMANCE MEASURES	FY 2004	FY 2005	FY 2006	FY 2008
	Actual	Actual	Actual	Approved
• % of horse racing customers reporting “very good” or “excellent” service	100	99	82	95
• % of greyhound racing customers reporting “very good” or “excellent” service	98	98	100	99
• % of positive horse drug tests	1.4	1.3	1.3	1.2
• % of positive greyhound drug tests	0.02	0.1	0.0	0.02

Operating Budget

The budget provides \$3,368,100 and 46.5 FTE Positions for the operating budget in FY 2008 and \$3,264,900 and 46.5 FTE Positions in FY 2009. These amounts consist of:

	FY 2008	FY 2009
General Fund	\$2,851,100	\$2,747,900
County Fair Racing Fund	450,000	450,000
Racing Administration Fund	67,000	67,000

These amounts fund the following adjustments:

^{1/} The Department of Racing shall report to the President of the Senate, the Speaker of the House of Representatives, the Chairpersons of the Senate and House of Representatives Appropriations Committees, and the Director of the Joint Legislative Budget Committee on an annual basis on boxing related activities. The report shall contain the number of boxing events, gross receipts, state revenues and license fee collections. (General Appropriation Act footnote)

^{2/} General Appropriation Act funds are appropriated as a Lump Sum by Agency.

Statewide Adjustments

The budget provides an increase of \$100,400 from the General Fund in FY 2008 and a decrease of \$(2,800) in FY 2009 for statewide adjustments. *(Please see the Statewide Adjustments section at the end of this Appropriations Report for details. The annualization of these adjustments for FY 2009 will be addressed in the 2008 budget process.)*

County Fair Racing Fund Increase

The budget provides an increase of \$150,000 from the County Fair Racing Fund in FY 2008 and FY 2009 to adjust the fund appropriation in line with an increased revenue cap. Laws 2006, Chapter 363 increased the statutory dollar amount the fund receives from license fees, pari-mutual taxes, and unclaimed property monies from \$300,000 to \$450,000. The increase in the fund appropriation corresponds to the fund's new revenue cap. Of the \$150,000 increase, \$70,000 will be allocated for Professional and Outside Services, \$64,000 for Other Operating Expenses, and \$16,000 for Equipment.

Racing Administration Fund Increase

The budget provides an increase of \$22,000 from the Racing Administration Fund in FY 2008 and FY 2009 to adjust the fund appropriation in line with an increased revenue cap. Laws 2006, Chapter 363 increased the statutory dollar amount the fund receives from license fees, pari-mutual taxes, and unclaimed property monies from \$45,000 to \$67,000. The increase in the fund appropriation corresponds to the fund's new revenue cap. The \$22,000 will be used for Other Operating Expenses incurred by the department.