

# Arizona Department of Racing

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DESCRIPTION	FY 2006 ACTUAL	FY 2007 ESTIMATE	FY 2008 JLBC	FY 2009 JLBC
<b>OPERATING BUDGET</b>				
<i>Full Time Equivalent Positions</i>	46.5	46.5	46.5	46.5
Personal Services	1,768,700	1,899,800	1,899,800	1,899,800
Employee Related Expenditures	471,600	561,400	563,700	563,700
Professional and Outside Services	239,900	201,700	201,700	201,700
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	308,100	308,100
Equipment	16,100	0	0	0
<b>AGENCY TOTAL</b>	<b>2,968,600</b>	<b>3,095,700</b>	<b>3,092,900</b>	<b>3,092,900</b>

<b>FUND SOURCES</b>				
General Fund	2,623,600	2,750,700	2,747,900	2,747,900
<u>Other Appropriated Funds</u>				
County Fair Racing Fund	300,000	300,000	300,000	300,000
Racing Administration Fund	45,000	45,000	45,000	45,000
SUBTOTAL - Other Appropriated Funds	345,000	345,000	345,000	345,000
<b>SUBTOTAL - Appropriated Funds</b>	<b>2,968,600</b>	<b>3,095,700</b>	<b>3,092,900</b>	<b>3,092,900</b>
Other Non-Appropriated Funds	1,673,900	2,463,400	2,463,400	2,463,400
<b>TOTAL - ALL SOURCES</b>	<b>4,642,500</b>	<b>5,559,100</b>	<b>5,556,300</b>	<b>5,556,300</b>

## CHANGE IN FUNDING SUMMARY

	FY 2007 to FY 2008 JLBC		FY 2007 to FY 2009 JLBC	
	\$ Change	% Change	\$ Change	% Change
General Fund	(2,800)	(0.1%)	(2,800)	(0.1%)
Other Appropriated Funds	0	0.0%	0	0.0%
Total Appropriated Funds	(2,800)	(0.1%)	(2,800)	(0.1%)
Non Appropriated Funds	0	0.0%	0	0.0%
Total - All Sources	(2,800)	(0.1%)	(2,800)	(0.1%)

**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 Actual	FY 2005 Actual	FY 2006 Actual	FY 2008 JLBC
• % 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

**CHANGES FROM FY 2007**

**FORMAT — Lump Sum by Agency**

**Operating Budget**

The JLBC includes \$3,092,900 and 46.5 FTE Positions for the operating budget in FY 2008 and FY 2009. This amount consists of:

	<b>FY 2008</b>	<b>FY 2009</b>
General Fund	\$2,747,900	\$2,747,900
County Fair Racing Fund	300,000	300,000
Racing Administration Fund	45,000	45,000

These amounts would fund the following adjustments:

**Standard Changes GF (2,800) (2,800)**

The JLBC includes a decrease of \$(2,800) from the General Fund in FY 2008 and FY 2009 for standard changes.

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**FOOTNOTES**

*Standard Footnotes*

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.

<b>SUMMARY OF FUNDS</b>	<b>FY 2006 Actual</b>	<b>FY 2007 Estimate</b>
<b>Arizona Breeders Award Fund (RCA2206/A.R.S. § 5-113)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Receives 22% of revenue derived from pari-mutuel receipts, license fees, and unclaimed property or \$1,200,000 from those sources, whichever is less.		
<b>Purpose of Fund:</b> To award the breeder of every winning horse, greyhound foaled or whelped, statewide.		
<b>Funds Expended</b>	808,400	1,200,000
<b>Year-End Fund Balance</b>	351,700	351,700
<b>County Fair Racing Fund (RCA2170/A.R.S. § 5-113)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Receives 9% of revenue derived from pari-mutuel receipts, license fees, and unclaimed property or \$450,000 from those sources, whichever is less.		
<b>Purpose of Fund:</b> Provides funding for the administration of county fair racing.		
<b>Funds Expended</b>	300,000	300,000
<b>Year-End Fund Balance</b>	13,400	163,400
<b>County Fairs Racing Betterment Fund (RCA2207/A.R.S. § 5-113)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Receives 22% of revenue derived from pari-mutuel receipts, license fees, and unclaimed property or \$1,200,000 from those sources, whichever is less.		
<b>Purpose of Fund:</b> To provide a grant for capital improvements to each eligible county fair association conducting a county fair racing meeting, in order to protect the health and safety of race participants.		
<b>Funds Expended</b>	826,600	1,200,000
<b>Year-End Fund Balance</b>	257,100	257,100
<b>Greyhound Adoption Fund (RCA2015/A.R.S. § 5-113)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> License fees collected from dog breeders, racing kennels, and other operations where greyhounds are raised for dog racing. Additional monies are collected by the horse adoption surcharge that receives 5% of all horse racing related fines.		
<b>Purpose of Fund:</b> To provide funding for grants to non-profit organizations for the promotion and adoption of retired racing greyhounds and horses.		
<b>Funds Expended</b>	1,500	3,400
<b>Year-End Fund Balance</b>	1,700	0

SUMMARY OF FUNDS	FY 2006 Actual	FY 2007 Estimate
<b>Racing Administration Fund (RCA2018/A.R.S. § 5-113)</b>		<b>Appropriated</b>
<b>Source of Revenue:</b> Receives 1% of revenue derived from pari-mutuel receipts, license fees, and unclaimed property or \$67,000 from those sources, whichever is less.		
<b>Purpose of Fund:</b> To administer the Arizona County Fairs Racing Betterment Fund, the Arizona Breeders' Award Fund, the Arizona Stallion Award Fund, and the Greyhound Adoption Fund.		
<b>Funds Expended</b>	45,000	45,000
<b>Year-End Fund Balance</b>	2,300	24,300
<b>Stallion Award Fund (RCA2315/A.R.S. § 5-113)</b>		<b>Non-Appropriated</b>
<b>Source of Revenue:</b> Receives 1% of revenue derived from pari-mutuel receipts, license fees, and unclaimed property or \$60,000 from those sources, whichever is less.		
<b>Purpose of Fund:</b> To award owners or lessees of stallions that bred winning horses within the state.		
<b>Funds Expended</b>	37,400	60,000
<b>Year-End Fund Balance</b>	72,300	72,300