

One Hundredth

ANNUAL REPORT

2020

STATE OF MARYLAND



MARYLAND RACING COMMISSION

Larry Hogan
Governor of Maryland

Boyd K. Rutherford
Lt. Governor of Maryland

Tiffany P. Robinson
Secretary



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LARRY HOGAN, GOVERNOR | BOYD K. RUTHERFORD, LT. GOVERNOR | TIFFANY P. ROBINSON, SECRETARY

August 16, 2021

Tiffany P. Robinson
Secretary
Maryland Department of Labor
500 North Calvert Street
Baltimore, Maryland 21202

The Honorable Bill Ferguson
President
Senate of Maryland
State House, H-107
Annapolis, Maryland 21401

The Honorable Adrienne Jones
Speaker
Maryland House of Delegates
State House, H-101
Annapolis, Maryland 21401

RE: Report required by Business Regulation Article §11–213 (MSAR 710, 6526)

Dear Secretary Robinson, Senate President Ferguson, and Speaker Jones:

On or before September 15 of each year, the Maryland Racing Commission is required to submit a report to the Secretary and the Legislative Policy Committee about the preceding calendar year. The Commission is pleased to present you with the annual report for calendar year 2020.

Each report shall include:

- (1) a statement of receipts and disbursements of the Commission;
- (2) a summary of major events that occurred the preceding year that affected horse racing in the State, including any significant changes at tracks in the region as well as a discussion of legislative initiatives in the State;
- (3) a 5-year assessment of each track regarding:
 - (i) attendance;
 - (ii) purse distributions;
 - (iii) live racing days that are allocated and used;
 - (iv) betting on live racing that is held at that track broken down by the following categories:
 1. betting conducted at the live track;
 2. betting conducted at other Maryland tracks;
 3. betting conducted at satellite simulcast facilities in the State; and

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- 4. betting conducted through out-of-state satellite simulcasting;
- (v) betting that is conducted at the live track on races simulcast from other tracks in the State;
and
- (vi) betting that is conducted at the live track on races simulcast from out-of-state tracks;
- (4) information on all simulcast betting at satellite simulcast facilities in the State, including information on how much is wagered on in-state races and how much is bet on out-of-state races;
- (5) information on all simulcast betting that is conducted out-of-state on races being run live in this State;
- (6) to the extent available, information on the breeding industry in the State, including:
 - (i) the number of breeders in the State;
 - (ii) the number of foals registered in the State;
 - (iii) the average sales prices of foals; and
 - (iv) any other information pertaining to the regional and national ranking of the State for breeding;
- (7) all other information that is currently provided by the Commission in its annual report;
- (8) additional information on satellite simulcast facilities, as required under § 11-831 of this title;
and
- (9) any other information that is useful in explaining the financial viability of horse racing in the State and any recommendations to improve the industry.

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

J. Michael Hopkins
Executive Director

cc: Legislative Policy Committee
Sarah Albert, Department of Legislative Services (5 hard copies)

TABLE OF CONTENTS

| | |
|--|----|
| The Commission during the year 2020 | 4 |
| Meeting and Hearing Statistics | 5 |
| Racing Dates | 6 |
| Attendance | 8 |
| Wagering History | 9 |
| Amount Wagered | 10 |
| Satellite Simulcast Betting | 11 |
| Five Year Assessments | 12 |
| Method of Taxation | 17 |
| Revenue to the State: Thoroughbred | 19 |
| Revenue to the State: Harness | 20 |
| Summary of Licenses Issued | 21 |
| Uncashed Pari-Mutuel Tickets | 23 |
| Statement of Receipts | 24 |
| Statement of Actual Expenditures | 26 |
| Maryland Racing Commission Laboratory | 27 |
| The Maryland Jockey Injury Compensation Fund | 28 |
| Maryland-Bred Fund Report | 29 |
| Maryland Standardbred Fund Report | 31 |

The Commission during the year 2020 consisted of:

Chairman

Michael J. Algeo

Members

Ronald Thomas, II
M. Konrad Wayson
Tammy Lafferty
Tom Winebrenner
David Hayden
Ernest R. Grecco
Clarissa Coughlin
Dr. Tom Bowman

The Commission Staff

J. Michael W. Hopkins, Executive Director
Doreen K. Munday, Admin. Program Manager
Cheryl Kauffman, Fiscal Accounts Supervisor
Tia Hayes-McMillan, Fiscal Clerk II
Joseph M. Poag, Chief Investigator
Dennis O'Neill, Investigator

Stewards

Adam Campola, Administrative Steward
Russell Derderian, Associate Steward
Ross Pearce, Associate Steward

Veterinarians

Dr. Elizabeth Daniel, Equine Medical Director
Dr. Kelly Walsh, Veterinarian
Dr. Sam Saksen, Veterinarian
Dr. Sarah Dilodovico, Veterinarian

MEETING STATISTICS - 2020

Commission Meetings

In 2020, the Commission met to conduct business on ten (10) occasions.

Highlights

REVENUE:

\$ 1,637,079 was collected by the State in 2020. This amount represents a decrease from the amount of revenue collected in 2019.

ATTENDANCE:

Attendance at Maryland tracks was 89,410 in 2020. 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.

Rosecroft & Ocean Downs do not keep a record of attendance.

Legislation

HB 482/ SB 533 - Expanded the Maryland Bred Race Fund Advisory Committee to include a representative from the Maryland Thoroughbred Horseman's Association and further defined a Maryland Bred.

HB 940 – Authorized sports betting in Maryland.

HB 1259/ SB 919 – Removed obsolete language regarding the types of races ran at Fair Hill and clarified the amount retained for the Fair Hill Improvement Fund

| 2020 RACING DATES | | | |
|----------------------------|------------------------------|-----------------|--|
| MILE TRACKS: | | | |
| | | | |
| | | | |
| Laurel | January 1 – December 31 | 134 | |
| | Simulcast Days | 38 | |
| | | 172 Days | |
| | | | |
| Pimlico | January 1 - December 31 | 6 | |
| | Simulcast Days | 177 | |
| | | 183 Days | |
| | | | |
| | Total | 355 Days | |
| | | | |
| | | | |
| | | | |
| COUNTY FAIR TRACKS: | | | |
| | | | |
| Timonium | August – September | 0 | |
| | Simulcast Days | 0 | |
| | Total | 0 Days | |
| | | | |
| | | | |
| STEEPLECHASE : | | | |
| Fair Hill | May | 0 | |
| | Total | 0 Days | |
| | | | |
| | | | |
| | TOTAL LIVE: | 140 DAYS | |
| | TOTAL SIMULCAST ONLY: | 215 DAYS | |
| | THOROUGHBRED TOTAL: | 355 DAYS | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

2020 RACING DATES
(Continued)

| | | | | |
|--|-------------------------|--|------------|---------------|
| HARNESS TRACKS: | | | | |
| | | | | |
| Rosecroft | January 1 – December 31 | | 45 | |
| | ITW | | 27 | |
| | | | 72 | Nights |
| | | | | |
| Ocean Downs | January 1 – December 31 | | 41 | |
| | ITW | | 226 | |
| | | | 267 | Nights |
| | | | | |
| | | | | |
| TOTAL LIVE: | | | 86 | NIGHTS |
| TOTAL SIMULCAST ONLY: | | | 253 | NIGHTS |
| HARNESS TOTAL: | | | 339 | NIGHTS |
| | | | | |
| | | | | |
| TOTAL LIVE RACING DAYS AND NIGHTS | | | 226 | |
| TOTAL SIMULCAST ONLY | | | 468 | |
| GRAND TOTAL | | | 694 | |

RACE YEAR

SUMMARY:

During the year 2020, there were 226 days and nights of licensed racing in the State, consisting of the following:

There were 355 days of licensed racing at the Mile Tracks – Pimlico 183 days and Laurel 172 days; -0- days at Timonium; and -0- days raced at Fair Hill. There were also 339 nights of licensed racing at the Harness Tracks – Rosecroft 72 nights and Ocean Downs 267 nights.

ATTENDANCE FOR CALENDAR YEARS 2018 - 2020

| | 2020 | | 2019 | | 2018 |
|----------------|----------------------|--|-----------------------|--|-----------------------|
| Laurel | 58,138 | | 275,214 | | 272,926 |
| Pimlico | 31,272 | | 124,952 | | 129,474 |
| Timonium * | 0 | | 13,206 | | 14,096 |
| TOTAL: | 89,410 | | 413,372 | | 416,496 |
| | | | | | |
| Rosecroft ** | ** | | ** | | ** |
| Ocean Downs ** | ** | | ** | | ** |
| | | | | | |
| TOTAL: | 0 | | 0 | | 0 |
| | | | | | |
| Fair Hill | 0 | | 10,841 | | 11,114 |
| | | | | | |
| TOTAL | <u>89,410</u> | | <u>424,213</u> | | <u>427,610</u> |

*Includes attendance from State Fair

**Not recorded at Rosecroft and Ocean Downs

WAGERING HISTORY IN MARYLAND
of
THOROUGHBRED AND HARNESS RACING

THOROUGHBRED STATISTICS:

| YEAR | LICENSED DAYS | AMOUNT WAGERED |
|------|------------------|-------------------|
| 2007 | 301 | 259,549,867 |
| 2008 | 303 | 225,189,800 |
| 2009 | 291 | 195,908,615 |
| 2010 | 290 | 190,800,402 |
| 2011 | 267 | 182,980,868 |
| 2012 | 336 | 158,031,769 |
| 2013 | 363 | 134,515,395 |
| 2014 | 362 | 122,668,323 |
| 2015 | 361 | 129,139,471 |
| 2016 | 362 | 102,388,036 |
| 2017 | 363 | 94,123,538 |
| 2018 | 362 | 88,957,359 |
| 2019 | 641 | 82,329,162 |
| 2020 | 355 | 22,424,942 |

HARNESS STATISTICS:

| YEAR | LICENSED DAYS | AMOUNT WAGERED |
|------|------------------|-------------------|
| 2007 | 721 | 117,815,100 |
| 2008 | 727 | 100,559,207 |
| 2009 | 738 | 65,631,105 |
| 2010 | 823 | 22,753,567 |
| 2011 | 490 | 20,810,252 |
| 2012 | 717 | 34,180,137 |
| 2013 | 723 | 47,922,650 |
| 2014 | 724 | 46,070,856 |
| 2015 | 719 | 40,915,568 |
| 2016 | 724 | 46,168,043 |
| 2017 | 725 | 44,110,698 |
| 2018 | 722 | 36,081,700 |
| 2019 | 725 | 48,122,467 |
| 2020 | 339 | 22,197,422 |

SSB FACILITIES STATISTICS:

| YEAR | AMOUNT WAGERED |
|------|-------------------|
| 2007 | 69,206,967 |
| 2008 | 52,507,771 |
| 2009 | 41,360,026 |
| 2010 | 38,137,636 |
| 2011 | 30,812,484 |
| 2012 | 14,288,365 |
| 2013 | 10,212,577 |
| 2014 | 5,140,478 |
| 2015 | 13,857,614 |
| 2016 | 20,449,226 |
| 2017 | 37,829,944 |
| 2018 | 39,237,868 |
| 2019 | 44,837,391 |
| 2020 | 43,355,112 |

COMBINED TOTALS:

| YEAR | LICENSED DAYS | AMOUNT WAGERED |
|------|------------------|-------------------|
| 2007 | 1,022 | 446,571,934 |
| 2008 | 1,030 | 378,256,778 |
| 2009 | 1,029 | 302,899,746 |
| 2010 | 1,113 | 251,691,605 |
| 2011 | 757 | 234,603,604 |
| 2012 | 1,053 | 206,500,271 |
| 2013 | 1,086 | 192,286,622 |
| 2014 | 1,086 | 172,879,657 |
| 2015 | 1,080 | 183,912,653 |
| 2016 | 1,086 | 169,005,305 |
| 2017 | 1,088 | 176,064,180 |
| 2018 | 1,084 | 164,276,927 |
| 2019 | 1,364 | 175,289,020 |
| 2020 | 694 | 87,977,476 |

AMOUNT WAGERED

2020

MILE TRACKS:

| | |
|---------|--------------|
| Laurel | \$14,391,030 |
| Pimlico | \$8,033,912 |

| | |
|--------------|----------------------------|
| TOTAL | <u>\$22,424,942</u> |
|--------------|----------------------------|

COUNTY FAIR TRACKS:

| | |
|----------|-----|
| Timonium | \$0 |
|----------|-----|

| | |
|--------------|-------------------|
| TOTAL | <u>\$0</u> |
|--------------|-------------------|

HARNESS TRACKS:

| | |
|-------------|--------------|
| Rosecroft | \$15,841,187 |
| Ocean Downs | \$6,356,235 |

| | |
|--------------|----------------------------|
| TOTAL | <u>\$22,197,422</u> |
|--------------|----------------------------|

STEEPLECHASE:

| | |
|-----------|-----|
| Fair Hill | \$0 |
|-----------|-----|

| | |
|--------------|-------------------|
| TOTAL | <u>\$0</u> |
|--------------|-------------------|

| | |
|-----------------------|----------------------------|
| SSB FACILITIES | <u>\$43,355,112</u> |
|-----------------------|----------------------------|

SUMMARY

| | |
|--------------------|--------------|
| Mile Tracks | \$22,424,942 |
| County Fair Tracks | \$0 |
| Harness Tracks | \$22,197,422 |
| Steeplechase | \$0 |
| SSB Facilities | \$43,355,112 |

| | |
|--------------|----------------------------|
| TOTAL | <u>\$87,977,476</u> |
|--------------|----------------------------|

SATELLITE SIMULCAST BETTING

The amounts bet at the Satellite Simulcast Betting Facilities in calendar year 2020 are reflected in the following table.

Maryland Satellite Simulcast Betting Facilities

| Bet At: | <u>Riverboat</u> | <u>Horseshoe</u> | <u>Timonium</u> | <u>Boonsboro</u> | <u>Perryville</u> | <u>MGM</u> | <u>Greenmount</u> | <u>Frederick</u> |
|------------------------------|-------------------------|-------------------------|------------------------|-------------------------|--------------------------|-------------------|--------------------------|-------------------------|
| Bets on: | | | | | | | | |
| MD Thoroughbred Races | 248,249 | 609,942 | 1,390,096 | 107,301 | 215,253 | 431,068 | 224,393 | 416,570 |
| MD Harness Races | 1,914 | 28,908 | 6,378 | 2,319 | 4,841 | 82,255 | 1,202 | 9,952 |
| Out - of -State Races | 4,059,014 | 7,177,662 | 11,085,924 | 1,580,316 | 2,593,598 | 7,201,450 | 1,437,233 | 4,439,274 |
| TOTAL | 4,309,177 | 7,816,512 | 12,482,398 | 1,689,936 | 2,813,692 | 7,714,773 | 1,662,828 | 4,865,796 |

In 2020, SSB facilities met the prescribed food and service standards and provide a convenience to the horse racing public.

FIVE YEAR ASSESSMENT OF LAUREL

| | 2020 | 2019 | 2018 | 2017 | 2016 |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|
| <u>Attendance</u> | 58,138 | 275,214 | 272,926 | 303,114 | 330,817 |
| <u>Purses</u> | 39,699,601 | 48,225,203 | 50,289,064 | 40,837,740 | 33,959,365 |
| <u>Number of days of live racing</u> | 134 | 162 | 158 | 150 | 125 |
| <u>Betting on its live racing at:</u> | | | | | |
| Laurel | 2,656,061 | 12,534,126 | 12,991,430 | 13,532,748 | 12,164,916 |
| Other MD tracks | 988,369 | 2,752,581 | 2,697,626 | 3,169,633 | 3,436,710 |
| Satellite Simulcast Facilities | 3,027,347 | 3,482,922 | 3,452,452 | 3,206,944 | 2,480,279 |
| Out-of-state | 302,872,853 | 350,298,087 | 353,004,877 | 336,387,361 | 256,578,508 |
| <u>Betting on other in-State races</u> | 27,376 | 1,367,491 | 1,353,185 | 1,563,234 | 2,219,172 |
| <u>Betting on out-of-State races</u> | 11,707,593 | 48,895,883 | 53,735,871 | 55,267,891 | 58,084,683 |
| <u>Total betting at this location on all racing</u> | 14,391,030 | 62,797,500 | 68,080,486 | 70,363,873 | 72,468,771 |
| | | | | | |
| | | | | | |
| | | | | | |

FIVE YEAR ASSESSMENT OF PIMLICO

| | 2020 | 2019 | 2018 | 2017 | 2016 |
|--|------------------|-------------------|-------------------|-------------------|-------------------|
| | | | | | |
| <u>Attendance</u> | 31,272 | 124,952 | 129,474 | 121,402 | 149,544 |
| <u>Purses</u> | 4,114,074 | 5,534,958 | 5,994,747 | 5,385,380 | 8,952,825 |
| <u>Number of days of live racing</u> | 6 | 12 | 12 | 12 | 28 |
| <u>Betting on its live racing at:</u> | | | | | |
| Pimlico | 3,166 | 5,504,782 | 5,640,463 | 7,060,076 | 7,844,833 |
| Other MD tracks | 52,509 | 1,456,936 | 1,360,912 | 1,814,168 | 2,905,243 |
| Satellite Simulcast Facilities in MD | 615,525 | 955,670 | 885,954 | 822,927 | 1,152,775 |
| Out-of-state | 66,369,261 | 140,562,792 | 129,781,672 | 134,381,489 | 160,625,703 |
| <u>Betting on other in-State races</u> | 691,206 | 1,291,630 | 1,383,157 | 1,437,821 | 1,643,715 |
| <u>Betting on out-of-State races</u> | 7,339,540 | 11,390,038 | 12,483,544 | 13,735,860 | 18,912,370 |
| <u>Total betting at this location on all racing</u> | 8,033,912 | 18,186,450 | 19,507,164 | 22,233,757 | 28,400,918 |
| | | | | | |
| | | | | | |

FIVE YEAR ASSESSMENT OF TIMONIUM

| | 2020 | 2019 | 2018 | 2017 | 2016 |
|--|-------------|------------------|------------------|------------------|------------------|
| | | | | | |
| <u>Attendance</u> | 0 | 13,206 | 14,096 | 15,491 | 14,465 |
| <u>Purses</u> | 0 | 1,394,225 | 1,693,353 | 1,453,410 | 1,126,275 |
| <u>Number of days of live racing</u> | 0 | 7 | 7 | 7 | 7 |
| <u>Betting on its live racing at:</u> | | | | | |
| Timonium | 0 | 596,163 | 660,766 | 739,340 | 697,034 |
| Other MD tracks | 0 | 271,024 | 269,158 | 300,472 | 248,940 |
| Satellite Simulcast Facilities in MD | 0 | 73,916 | 78,107 | 68,406 | 44,157 |
| Out-of-state | 0 | 3,325,974 | 3,845,992 | 4,169,311 | 2,595,868 |
| <u>Betting on other in-State races</u> | 0 | 305 | 234 | 357 | 151 |
| <u>Betting on out-of-State races</u> | 0 | 623,823 | 557,033 | 628,499 | 688,644 |
| <u>Total betting at this location on all racing</u> | 0 | 1,220,291 | 1,218,033 | 1,368,196 | 1,385,829 |

FIVE YEAR ASSESSMENT OF ROSECROFT

| | 2020 | 2019 | 2018 | 2017 | 2016 |
|--|------------------|-------------------|-------------------|-------------------|-------------------|
| <u>Attendance</u> | *0 | *0 | *0 | *0 | *0 |
| <u>*Attendance not recorded</u> | | | | | |
| <u>Purses</u> | 5,750,511 | 7,225,498 | 5,740,701 | 5,295,926 | 6,016,904 |
| <u>Number of days of live racing</u> | 45 | 59 | 59 | 59 | 54 |
| <u>Betting on its live racing at:</u> | | | | | |
| Rosecroft | 237,040 | 944,058 | 853,938 | 833,526 | 1,007,007 |
| Other MD tracks | 94,536 | 187,115 | 117,123 | 137,789 | 100,827 |
| Satellite Simulcast Facilities in MD | 106,626 | 106,173 | 58,047 | 63,629 | 51,995 |
| Out-of-state | 11,532,008 | 10,015,131 | 7,392,866 | 6,802,198 | 5,947,155 |
| <u>Betting on other in-State races</u> | 175,413 | 1,627,964 | 1,826,101 | 1,922,995 | 2,252,743 |
| <u>Betting on out-of-State races</u> | 3,896,726 | 22,192,960 | 26,080,844 | 27,990,093 | 31,284,981 |
| <u>Total betting at this location on all racing</u> | 4,309,179 | 24,764,982 | 28,760,883 | 30,746,614 | 34,544,731 |

FIVE YEAR ASSESSMENT OF OCEAN DOWNS

| | 2020 | 2019 | 2018 | 2017 | 2016 |
|--|------------------|------------------|------------------|------------------|------------------|
| <u>*Attendance not recorded</u> | 0 | 38,721 | 33,877 | 34,766 | 39,339 |
| <u>Purses</u> | 2,852,368 | 4,888,143 | 5,172,768 | 4,524,196 | 4,236,917 |
| <u>Number of days of live racing</u> | 41 | 47 | 48 | 47 | 47 |
| <u>Betting on its live racing at:</u> | | | | | |
| Ocean Downs | 215,492 | 917,865 | 843,479 | 841,399 | 983,450 |
| Other MD tracks | 6,216 | 129,682 | 117,860 | 114,036 | 204,134 |
| MD Satellite Simulcast Facilities | 48,123 | 49,134 | 36,602 | 35,545 | 25,213 |
| Out-of-state | 2,539,779 | 6,001,502 | 5,555,633 | 5,259,894 | 3,250,006 |
| <u>Betting on other in-State races</u> | 250,665 | 509,948 | 558,404 | 614,591 | 646,568 |
| <u>Betting on out-of-State races</u> | 2,998,096 | 5,300,107 | 5,918,935 | 7,238,654 | 7,148,597 |
| <u>Total betting at this location on all racing</u> | 3,464,253 | 6,727,920 | 7,320,818 | 8,694,644 | 8,778,615 |

METHOD OF TAXATION

TAKEOUT AT MARYLAND THOROUGHBRED RACETRACKS

Effective July 1, 2005

| | Regular <u>Pool%</u> | 2-Horse <u>Multiple</u> | 3-Horse Multiple <u>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>2020</u> | <u>2019</u> |
|------------------|----------------|----------------|
| LAUREL | | |
| Race Days | 172 | 363 |
| Tax to the State | 144,551 | 371,167 |
| License Fee | <u>4,300</u> | <u>9,075</u> |
| | 148,851 | 380,242 |

PIMLICO

| | | |
|------------------|----------------|----------------|
| Race Days | 183 | 267 |
| Tax to the State | 124,209 | 233,163 |
| License Fee | <u>4,575</u> | <u>6,675</u> |
| | 128,784 | 239,838 |

TOTAL THOROUGHBRED

| | |
|-----------------------|-----------------------|
| <u>277,635</u> | <u>620,080</u> |
|-----------------------|-----------------------|

COUNTY FAIR: TIMONIUM

| | | |
|------------------|----------|----------|
| Race Days | 0 | 7 |
| Tax to the State | 0 | 0 |
| License Fee | <u>0</u> | <u>0</u> |
| | 0 | 0 |

TOTAL COUNTY FAIR

| | |
|-----------------|-----------------|
| <u>0</u> | <u>0</u> |
|-----------------|-----------------|

STEEPLECHASE: FAIR HILL

| | | |
|------------------|----------|---------------|
| Race Days | 0 | 1 |
| Tax to the State | <u>0</u> | <u>11,243</u> |

TOTAL STEEPLECHASE

| | |
|-----------------|----------------------|
| <u>0</u> | <u>11,243</u> |
|-----------------|----------------------|

REVENUE TO THE STATE: HARNESS

| | | 2020 | | 2019 |
|----------------------|--|---------------|--|----------------|
| | | | | |
| ROSECROFT | | | | |
| | | | | |
| Race Days | | 72 | | 361 |
| | | | | |
| Tax to the State | | 61,359 | | 107,701 |
| License Fee | | 1,800 | | 9,025 |
| | | 63,159 | | 116,726 |
| | | | | |
| | | | | |
| OCEAN DOWNS | | | | |
| | | | | |
| Race Days | | 267 | | 362 |
| | | | | |
| Tax to the State | | 10,435 | | 5,598 |
| License Fee | | 6,675 | | 9,050 |
| | | 17,110 | | 14,648 |
| | | | | |
| | | | | |
| | | | | |
| TOTAL HARNESS | | 80,269 | | 131,374 |

(Race days include live and simulcast only days)

SUMMARY OF LICENSES & REGISTRATIONS ISSUED

2020

| THOROUGHBRED LICENSES: | | |
|------------------------------------|--|----------------------------|
| | | |
| 527 | | Original Owner |
| 1,867 | | Renewal Owner |
| 53 | | Original Trainer |
| 195 | | Renewal Trainer |
| 113 | | Assistant Trainer |
| 284 | | Owner / Trainer |
| 117 | | Jockey |
| 16 | | Apprentice Jockey |
| 22 | | Jockey Agent |
| 35 | | Veterinarian |
| 32 | | Farrier |
| 863 | | Stable Employee |
| 124 | | Mutuel Employee |
| 151 | | Vendor |
| 221 | | Exercise Rider |
| 255 | | Track Employee |
| ----- | | |
| 4,875 | | TOTAL LICENSES |
| | | |
| THOROUGHBRED REGISTRATIONS: | | |
| | | |
| 85 | | Authorized Agent |
| 1000 | | Assumed Name |
| ----- | | |
| 1085 | | TOTAL REGISTRATIONS |
| | | |

SUMMARY OF LICENSES & REGISTRATIONS ISSUED
(Continued)

| HARNESS LICENSES: | | |
|-------------------------------|--|----------------------------|
| | | |
| 88 | | Original Owner |
| 345 | | Renewal Owner |
| 8 | | Original Trainer |
| 22 | | Renewal Trainer |
| 20 | | Driver |
| 18 | | Trainer / Driver |
| 136 | | Owner / Trainer |
| 96 | | Owner / Trainer / Driver |
| 8 | | Owner / Driver |
| 8 | | Veterinarian |
| 172 | | Stable Employee |
| 43 | | Mutuel Employee |
| 101 | | Track Employee |
| 13 | | Vendor |
| 1 | | Farrier |
| ----- | | |
| 1,079 | | TOTAL LICENSES |
| | | |
| | | |
| | | |
| HARNESS REGISTRATIONS: | | |
| 0 | | Authorized Agent |
| 91 | | Assumed Name |
| ----- | | |
| 91 | | TOTAL REGISTRATIONS |
| | | |
| | | |

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. Collected July 1, 2019 thru June 30, 2020

| | 2020 | | 2019 | |
|---|------------------|--|------------------|--|
| | | | | |
| Mile Tracks | \$733,969 | | \$786,089 | |
| Harness Tracks | 187,494 | | 191,267 | |
| County Fair Track | 0* | | 0* | |
| Steeplechase | 5,122 | | 4,262 | |
| | | | | |
| | | | | |
| TOTAL UNCASHED PARI-MUTUEL TICKETS | \$926,585 | | \$981,618 | |

*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

| | | 2020 |
|---|-----------------------|---------------------------|
| <u>MILE TRACKS:</u> | | |
| | Track License Fees | \$8,875 |
| | Tax on Betting | 268,760 |
| | Uncashed Pari-Mutuels | 733,969 |
| TOTAL DISBURSEMENTS MILE TRACKS | | <u>\$1,011,604</u> |
| <u>COUNTY FAIR TRACKS:</u> | | |
| | Tax on Betting (6) | \$0 |
| | Uncashed Pari-Mutuels | * |
| TOTAL DISBURSEMENTS COUNTY FAIR | | <u>0</u> |
| <u>HARNESS TRACKS:</u> | | |
| | Track License Fees | \$8,475 |
| | Tax on Betting | 71,794 |
| | Uncashed Pari-Mutuels | 187,494 |
| TOTAL DISBURSEMENTS HARNESS | | <u>\$267,763</u> |
| <u>STEEPLECHASE:</u> | | |
| | Tax on Betting | \$0 |
| | Uncashed Pari-Mutuels | 5,122 |
| TOTAL DISBURSEMENTS STEEPLECHASE | | <u>\$5,122</u> |
| <u>OTB'S:</u> | | |
| | Permit Fee | \$4,500 |
| TOTAL DISBURSEMENTS O.T.B. | | <u>\$4,500</u> |
| <u>TOTAL ALL DISBURSEMENTS</u> | | <u>\$1,288,989</u> |

(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:

| | 2020 | |
|--|---------------------------|--|
| | | |
| Tax on Admissions | \$0 | |
| | | |
| Sales Tax on Horses Claimed | 348,090 | |
| | | |
| TOTAL DIRECT DISBURSEMENTS TO STATE | 348,090 | |
| | | |
| | | |
| <u>TOTAL ALL DISBURSEMENTS TO STATE COMPTROLLER</u> | <u>\$1,637,079</u> | |

STATEMENT OF ACTUAL EXPENDITURES

July 1, 2019 to June 30, 2020

SALARIES & BENEFITS

| | |
|------------------------------|-------------------------|
| Commission Personnel | <u>\$419,195</u> |
| Total Salary Expenses | <u>\$419,195</u> |

OFFICE EXPENDITURES:

| | |
|--|------------------------|
| Telephone and Postage | 8,054 |
| Travel Expenses | 8,413 |
| Motor Vehicle Oper | 1,209 |
| Contractual Services, i.e., | 25,638 |
| Printing, Repairs, Equipment and Leasing, Court Expenses, | 0 |
| Transcript of Hearings | |
| Office Supplies | 4,595 |
| Office Equipment Additional | 3,679 |
| Fixed Charges, i.e., Rent, Insurance, Subscriptions and Dues | 12,536 |
| Total Office Expenses | <u>\$64,124</u> |

| | |
|---|--------------------------------|
| TOTAL EXPENDITURES AND DISBURSEMENTS (7) | <u><u>\$483,319</u></u> |
|---|--------------------------------|

OTHER DISBURSEMENTS:

| | |
|----------------------------------|---------------------------|
| Grants | \$1,209,487 |
| Impact Aid | \$0 |
| Other: | |
| Fair Hill | \$0 |
| Maryland Standardbred Race Fund | 289,945 |
| Maryland Million | 414,208 |
| Total Other: | <u>\$704,153</u> |
| TOTAL OTHER DISBURSEMENTS | <u>\$1,913,640</u> |

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

MARYLAND RACING COMMISSION 2020
Equine Specimen Testing

Truesdail Laboratories located in Tustin, California was one of two laboratories that responded to a “Request For Proposal” (RFP) issued by the Department late in 2013. Consequently, Truesdail was awarded the five-year contract and provided the urine and blood specimen analysis during 2020 and continues to do so. Below are the statistics regarding the analysis of these samples.

The following table and list represent the findings of the laboratory during calendar year 2020.

NUMBER OF OFFICIAL SAMPLES ANALYZED

| SOURCE | URINE | BLOOD | TOTAL | POSITIVE |
|--------------------|--------------|--------------|--------------|-----------------|
| | | | | |
| Thoroughbred | 2,410 | 3,017 | 5,427 | 17 |
| | | | | |
| Standardbred | 1,520 | 2,621 | 4,141 | 15 |
| | | | | |
| Human | 0 | 0 | 0 | 0 |
| 2020 Totals | 3,930 | 5,638 | 9,568 | 32 |
| | | | | |

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

| | |
|------|-------------|
| 2004 | \$ 611,533 |
| 2005 | \$ 655,311 |
| 2006 | \$ 741,868 |
| 2007 | \$ 977,423 |
| 2008 | \$ 723,852 |
| 2009 | \$ 476,211 |
| 2010 | \$ 404,954 |
| 2011 | \$ 508,182 |
| 2012 | \$1,675,611 |
| 2013 | \$1,648,613 |
| 2014 | \$1,223,005 |
| 2015 | \$ 808,553 |
| 2016 | \$ 882,763 |
| 2017 | \$ 990,509 |
| 2018 | \$ 986,874 |
| 2019 | \$1,030,888 |
| 2020 | \$1,019,114 |

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 2020 was \$ 100.00.

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 a legislated 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 registered Maryland-breds finishing first, second or third
- 3) **awards for breeders** of Registered Maryland-breds finishing first, second or third;
- 4) **awards for the owners of stallions** which are duly registered with the Maryland Horse Breeders Association (MHBA);
- 5) **yearling show bonus awards for** the four highest-earning 2 and 3-year-olds shown at the annual MHBA yearling show (based on North American earnings); and
- 6) **Maryland-sired allocation** for purses and awards for horses conceived in Maryland by a registered/nominated Maryland Stallion.

The Maryland –Bred Fund receives slightly less than 1 percent of the total mutual handle and breakage from Laurel and Pimlico (the State's two mile tracks), and receives approximately 1.5 percent of the mutual handle and 5.0 percent of the breakage at Timonium (the State's half mile track).

In 2020, the year of COVID-19, revenue for the Maryland-Bred Fund totaled over \$5.6 million (includes nearly \$370,000 from pari-mutuel wagering funds and \$5.3 million from other sources. After eligible deductions, a portion of this money is allocated to purses. The remaining percentage is distributed in the form of breeder

awards and stallion awards. In 2020, nearly \$162,000 was paid in purses and \$3.9 million was disbursed as breeder and stallion awards.

In 2020, breeder and stallion awards were paid for the registered Maryland-bred who finished first through third in any race in Maryland. Due to decreased revenue, the breeder awards were 25% and the stallion bonuses were 8.3% of the winner's share of the purse from May 1st thru December. For stakes races only, bonus percentages were 15% Breeders and 5% Stallion . In stakes races the award is based on the first \$100,000 of the gross purse. The Maryland-bred stakes program is typically planned on a meet by meet basis and is based on projected revenues for the coming year.

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), Richie Blue (half-mile track) and Michael Harrison, DVR and David Wade (MHBA). Under the direction of the Commission, the actual implementation 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 up to 10 percent of the total receipts of the Fund, subject to the approval of the Maryland Racing Commission.

Breeder and stallion award percentages are determined on a bi-annual basis on the advice of the Maryland Fund Advisory Committee. Owner award percentages are determined by a separate agreement. (For Maryland Million Day, breeder and stallion award percentages are determined annually). Awards are distributed as soon as is practical. The quality of Maryland-breds has improved since the Maryland-Bred Fund was initiated over 50 years ago and the program is evaluated bi-annually to ensure the most effective use of the money.

MARYLAND STANDARDBRED RACE FUND

Total purses for the year were \$ 1,214,585, a decrease from 2019 purses. The Maryland Sire Stakes (MSS) and Maryland Standardbred Fund (MSF) combined totals for the program in each year from 2000 through 2020 are shown below:

| YEAR | MSS | MSF | TOTAL |
|-------------|-------------|-------------|--------------|
| 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 |
| 2011 | \$447,500 | \$260,250 | \$707,750 |
| 2012 | \$798,600 | \$172,250 | \$970,850 |
| 2013 | \$825,997 | \$529,475 | \$1,355,472 |
| 2014 | \$1,406,377 | \$501,835 | \$1,908,212 |
| 2015 | \$1,210,700 | \$472,585 | \$1,683,285 |
| 2016 | \$1,239,250 | \$471,775 | \$1,711,025 |
| 2017 | \$1,487,775 | \$412,980 | \$1,990,755 |
| 2018 | \$1,558,500 | \$235,150 | \$1,793,650 |
| 2019 | \$1,672,599 | \$214,775 | \$1,887,374 |
| 2020 | \$1,055,010 | \$159,575 | \$1,214,585 |