

Agenda Items # 13 - 16



2019 PROPOSAL

2018 was another amazing year for the Indiana Horse Racing Industry and our Standardbred program. Indiana Sired horses continued to make national headlines, with Indiana Sired Hannelore Hanover being named Horse of the Year in February at USHWA's annual banquet. Indiana's Breed Development Program has produced the Horse of the Year for the past three years beginning with Wiggle It Jiggleit in 2015 and Always B Miki in 2016. Our program is well represented nationally with showings from Indiana sired horses in almost all major stakes events. Indiana Sired horses continue to be in high demand. A total of 354 Indiana-sired babies averaged \$19,449, grossing \$6.88 million. A second sale was held at the Michiana Event Center in November in which a group of 199 yearlings were sold, grossing \$1.295 million with an average of \$6,512.

In planning the Standardbred Breed Development Program for 2019, the Standardbred Breed Development Advisory Committee and Standardbred Advisory Board worked closely with Hoosier Park and the Indiana Standardbred Association. Our goal is continue to look at ways in which we can improve this already successful program, consider input from all stakeholders and try to formulate long term plans. At the recommendation of IHRC staff, and approved by the Commission in 2013, there is a goal of keeping a reserve in the amount of \$2.3 million in the fund. Due the current reserve being larger than that, the fund is utilizing a decreasing amount annually from the reserves, until the \$2.3 million is reached. After reviewing our estimated ending balance, we are proposing that \$800,000 be utilized from reserves for the 2019 program.

Overall Budget

2019 PROJECTED REVENUE

Breakages & Outs	\$0
Slots Revenue	\$12,043,441
Utilize from Budget Reserves	\$800,000
TOTAL	\$12,843,441
Promotions/Administrative Expenses	\$478,182
Amount Available for Racing	\$12,365,259

RACING PROGRAM

	2019 Budget	Total Spent for 2018	2019 Proposed Budget
Indiana Sires Stakes	\$7,200,000	\$7,005,000	\$7,500,000
Indiana Sired Late Closers	\$650,000	\$562,125	\$750,000
Indiana Sired Overnight Supplements/Mini Series*	\$2,000,000	\$2,000,000	\$2,000,000
Breeders Awards	\$700,000	\$700,000	\$700,000
Indiana Sired Fair Circuit	\$1,200,000	\$1,284,526	\$1,300,000
Other Races at Fairs	\$70,000	\$70,000	\$70,000
Total	\$11,820,000	\$11,621,651	\$12,320,000

Overview of 2019 Program

Indiana Sires Stakes

Significant changes were made to the structure of the Indiana Sires Stakes program for 2014, and 2018 marked the fourth year operating under this structure. While this program has had many success, we heard from many in the industry who felt it was time to make improvements to this already lucrative series. After much discussion, the Breed Development Advisory Committee approved and would like to recommend the structure be modified. The new structure will feature:

- Six legs for 2-Year-Olds leading up to a \$250,000 Super Final
- Eight legs for 3-Year-Olds leading up to a \$250,000 Super Final
- Super Final Participants finishing 6th through 10th will receive a \$4,000 purse payout each for earning their way into Super Finals

The revamped Sires Stakes program is estimated to pay out \$8.5 million in purses during 2019, in comparison to \$7.8 distributed during 2018.

➤ Structure of the Program as Follows:

INDIANA SIRES STAKES 2 YR C/G PACE NOMINATION FEE - \$500		INDIANA SIRES STAKES 2 YR F PACE NOMINATION FEE - \$500	
	ENTRY FEE		ENTRY FEE
LEG 1	\$500	LEG 1	\$500
LEG 2	\$500	LEG 2	\$500
LEG 3	\$500	LEG 3	\$500
LEG 4	\$500	LEG 4	\$500
LEG 5	\$500	LEG 5	\$500

LEG 6	\$500	LEG 6	\$500
SUPER FINAL (top 10 from legs)	\$250,000	SUPER FINAL (top 10 from legs)	\$250,000
<i>*6th - 10th place finisher to receive \$4,000 each</i>		<i>*6th - 10th place finisher to receive \$4,000 each</i>	
INDIANA SIRES STAKES 2 YR C/G TROT NOMINATION FEE - \$500		INDIANA SIRES STAKES 2 YR F TROT NOMINATION FEE - \$500	
	ENTRY FEE		ENTRY FEE
LEG 1	\$500	LEG 1	\$500
LEG 2	\$500	LEG 2	\$500
LEG 3	\$500	LEG 3	\$500
LEG 4	\$500	LEG 4	\$500
LEG 5	\$500	LEG 5	\$500
LEG 6	\$500	LEG 6	\$500
SUPER FINAL (top 10 from legs)	\$250,000	SUPER FINAL (top 10 from legs)	\$250,000
<i>*6th - 10th place finisher to receive \$4,000 each</i>		<i>*6th - 10th place finisher to receive \$4,000 each</i>	
INDIANA SIRES STAKES 3 YR C/G PACE NOMINATION FEE - \$500		INDIANA SIRES STAKES 3 YR F PACE NOMINATION FEE - \$500	
	ENTRY FEE		ENTRY FEE
LEG 1	\$500	LEG 1	\$500
LEG 2	\$500	LEG 2	\$500
LEG 3	\$500	LEG 3	\$500
LEG 4	\$500	LEG 4	\$500
LEG 5	\$500	LEG 5	\$500
LEG 6	\$500	LEG 6	\$500
LEG 7	\$500	LEG 7	\$500
LEG 8	\$500	LEG 8	\$500
SUPER FINAL (top 10 from legs)	\$250,000	SUPER FINAL (top 10 from legs)	\$250,000
<i>*6th - 10th place finisher to receive \$4,000 each</i>		<i>*6th - 10th place finisher to receive \$4,000 each</i>	
INDIANA SIRES STAKES 3 YR C/G TROT NOMINATION FEE - \$500		INDIANA SIRES STAKES 3 YR F TROT NOMINATION FEE - \$500	
	ENTRY FEE		ENTRY FEE
LEG 1	\$500	LEG 1	\$500

LEG 2	\$500	LEG 2	\$500
LEG 3	\$500	LEG 3	\$500
LEG 4	\$500	LEG 4	\$500
LEG 5	\$500	LEG 5	\$500
LEG 6	\$500	LEG 6	\$500
LEG 7	\$500	LEG 7	\$500
LEG 8	\$500	LEG 8	\$500
SUPER FINAL (top 10 from legs)	\$250,000	SUPER FINAL (top 10 from legs)	\$250,000
<i>*6th - 10th place finisher to receive \$4,000 each</i>		<i>*6th - 10th place finisher to receive \$4,000 each</i>	

ESTIMATED PURSE STRUCTURED FOR LEGS

	<u>1 Division</u>	<u>2 Divisions</u>	<u>3 Divisions</u>	<u>4 Divisions</u>	<u>5 Divisions</u>
2 YR Old Legs					
Estimated	\$122,500	\$66,250.00	\$44,833.00	\$34,625.00	\$28,600.00
3 YR Old Legs					
Estimated	\$87,968	\$48,960.00	\$33,322.00	\$25,992.00	\$21,693.00
<i>Average Number of Divisions for 2 Year Olds in 2018 was 2.6</i>					
<i>Average Number of Divisions for 3 Year Olds in 2018 was 2.2</i>					
<i>Purses for legs will change based on the number of nominations and divisions for each category.</i>					
<i>The above purses are estimated based on 2018 numbers.</i>					

INDIANA SIRES STAKES AGED PACE STALLION/GELDING <i>NOMINATION FEE - \$500</i> ELIMINATION \$20,000 FINAL \$50,000	INDIANA SIRES STAKES AGED PACE MARE <i>NOMINATION FEE - \$500</i> ELIMINATION \$20,000 FINAL \$50,000
INDIANA SIRES STAKES AGED TROT STALLION/GELDING <i>NOMINATION FEE - \$500</i> ELIMINATION \$20,000 FINAL \$50,000	INDIANA SIRES STAKES AGED TROT MARE <i>NOMINATION FEE - \$500</i> ELIMINATION \$20,000 FINAL \$50,000

Funding for the program will be structured as follows:

- Nomination fees will be retained by the Breed Development Fund. Nomination fees will remain at \$500.
- Entry fee for each leg will be \$500.
- There will not be an entry fee required for the Super Final.
- Breed Development will fund the purse, \$250,000 for the Super Final (for top ten horses from Leg Finals) plus the \$4,000 each 6th through 10th place finisher will receive. For a total payout of \$270,000.
- In legs with a field of 11 starters, an additional 6% of the purse will be paid with 3% to the sixth place finisher, 2% to the seventh place finisher, 1% to the eighth place finisher.
- Hoosier Park agrees to write overnight races for Sires Stakes eligible horses to provide additional racing opportunities. These races will run concurrent with the Sires Stakes program. Breed Development will earmark a minimum of \$500,000 from the funds allocated for IS Overnight/Mini Series Budget.

Indiana Sired Fair Circuit

The fair program continues to be an important part of the Indiana program. In reviewing the program for 2019, the program will remain the same with the following improvements:

- Pay \$500 to each 6th – 8th place finisher in the Series 1 Championship races
 - Ensure the Series 1 Consolations are raced regardless of the number of entries
- Both of these improvements are included in the attached conditions for the Indiana Sired Fair Circuit Program.

Approximately 23 racing programs to be held (including ISA Elite Program & Championships).

Series 1:

Purses - \$3,000 Division

Championship - \$20,000

Consolation - \$8,000

Series 2: for NW \$12,000 in 2019 up to and including 8/31/19. *(please note that this date may need to be modified depending the fair schedule which is not set until January)*

Purses - \$3,000 Division

Championship - \$10,000

Other Races At Fairs

ISA Elite – Breed Development will continue to support this event. ISA Elite Races to be funded at \$5,000 per category as follows:

- 2 YR Filly Pace - \$5,000
- 2 YR Filly Trot - \$5,000
- 2 YR Colt Pace - \$5,000

- 2 YR Colt Trot - \$5,000
 - 3 YR Filly Pace - \$5,000
 - 3 YR Filly Trot - \$5,000
 - 3 YR Colt Pace - \$5,000
 - 3 YR Colt Trot - \$5,000
- TOTAL \$40,000**

Elkhart County Races – Breed Development will continue to support this event. Elkhart County Races to be funded at \$15,000 each as follows:

- Elkhart Classic - \$15,000
 - Maple City Trot - \$15,000
- TOTAL \$30,000**

Breeder's Awards

Continue the current format from 2013.

- Total Payout for Breeder's Awards - \$700,000
- A horse must win an eligible race to be eligible to the Breeder's Award Pool. The criteria is as follows:
 - Two & Three - Year Olds – ISB Horses only that win any race at the Pari-Mutual Tracks in Indiana or ISFC Championship Races excluding any race in which the horse is entered for a claiming price.
 - Four - Nine Year Olds – ISB Horses that win:
 - Final of any Breed Development Indiana Sired Late Closer Event
 - Elimination or Final of the Indiana Sires Stakes
 - Track's Open or Invitational Race
 - Excluding any race in which the horse is entered for a claiming price.
 - Aged Horses (10 years old & older) – IS Horses that win:
 - Final of any Breed Development Indiana Sired Late Closer Event
 - Elimination or Final of the Indiana Sires Stakes
 - Track's Open or Invitational Race
 - Excluding any race in which the horse is entered for a claiming price.
- Awards will be distributed to eligible breeder's based on the percentage win earnings of the total win earnings available. For example (please note that the example provided includes only a small sample of horses, there will be a much larger number of horses eligible for awards):

	TOTAL WIN EARNINGS	% OF WIN EARNINGS	BREEDER'S AWD AMOUNT
HORSE A	\$72,000	17.9%	\$125,217
HORSE B	\$125,000	31.1%	\$217,391
HORSE C	\$22,500	5.6%	\$39,130
HORSE D	\$40,000	9.9%	\$69,565
HORSE E	\$15,000	3.7%	\$26,087
HORSE F	\$96,000	23.9%	\$166,957
HORSE G	\$32,000	8.0%	\$55,652
TOTAL	\$402,500	100.0%	\$700,000

BREEDER'S AWD AMT = % OF WIN EARNINGS * AMT OF \$ AVAILABLE (\$700,000)

- Breeder's Awards will be paid on an annual basis, at the completion of the last race meet in Indiana.

Indiana Sired Overnight Supplements/Mini Series

Keep format of this program the same, however total amount available is \$2,000,000.

- Total Payout for Indiana Sired Overnights/Mini Series - **\$2,000,000**
- Overnight races which fill with all Indiana Sired (or ISB) horses will be boosted by 15%.
- Hoosier Park will be allocated **\$2,000,000** to fund overnight races/mini series which fill with all Indiana Sired horses. Once this allocation is met, the race track purse account will be responsible for funding any remaining races.
- Hoosier Park agrees to write overnight races for Sires Stakes eligible horses to provide additional racing opportunities. These races will run concurrent with the Sires Stakes program. Breed Development will earmark a minimum of \$500,000 from the funds allocated for IS Overnight/Mini Series Budget.

Indiana Sired Late Closers

- Total BDF Payout for Indiana Sired Late Closers - \$750,000
- Purse Account contribution to remain at \$4,000 per leg.
- Modify some of the conditions based on earnings of horses during 2018 – changes in bold.
- The Committee would also like to request the ability to review and add an additional late closing series for the end of the racing meet if funds are available.
- Purse Structure Proposed as follow

PACING SERIES

<p><i>"The Jerry Landess"</i> Pace - Indiana Sired 3 YR & Up Old C/G NW 1 EXT PM RACE LIFETIME (w/o \$20,000 LT NE) AE: NW 8500 LT through & including 3/15/19</p>	<p><i>"The Miss Windfall"</i> Pace - Indiana Sired 3 YR & UP Old Fillies NW 1 EXT PM RACE LIFETIME (w/o \$20,000 LT NE) AE: NW 8500 LT through & including 3/15/19</p>
<p>1st Leg \$7,500 2nd Leg \$7,500 FINAL \$15,000</p>	<p>1st Leg \$7,500 2nd Leg \$7,500 FINAL \$15,000</p>
NOMINATION FEE \$100	NOMINATION FEE \$100
<p><i>"The Hal Dale"</i> Pace - Indiana Sired Stallions & Geldings NW 2 (3 YO 3) Ext PM Races or \$25,000 LT up to & including 3/15/19.</p>	<p><i>"The Go On BB"</i> Pace - Indiana Sired Fillies & Mares NW 2 (3 YO 3) Ext PM Races or \$25,000 LT up to & including 3/15/19.</p>
<p>1st Leg \$9,000 2nd Leg \$9,000 FINAL \$18,000</p>	<p>1st Leg \$9,000 2nd Leg \$9,000 FINAL \$18,000</p>
NOMINATION FEE \$100	NOMINATION FEE \$100

<i>"The Tubby Trimble"</i>	<i>"The Bill Thompson"</i>
Pace - Indiana Sired 3 YR Old & Older S/G NW 4 (3yo 5) EXT PM Races or \$40,000 LT through & including 5/1/19	Pace - Indiana Sired 3 YR & Older Fillies/Mares NW 4 (3yo 5) EXT PM Races or \$40,000 LT through & including 5/1/19
1st Leg \$10,000 FINAL \$20,000	1st Leg \$10,000 FINAL \$20,000
NOMINATION FEE \$125	NOMINATION FEE \$125
<i>"The Single G"</i>	<i>"The Peony"</i>
Pace - Indiana Sired Stallions & Geldings NW 4 (3 YO 6) Ext PM Races or \$50,000 LT up to and including 9/15/18	Pace - Indiana Sired Fillies & Mares NW 4 (3 YO 6) Ext PM Races or \$50,000 LT up to and including 9/15/18
1st Leg \$15,000 2nd Leg \$15,000 FINAL \$25,000	1st Leg \$15,000 2nd Leg \$15,000 FINAL \$25,000
NOMINATION FEE \$200	NOMINATION FEE \$200

TROTTING SERIES

<i>"The Cardinal"</i>	<i>"The Mya Tri"</i>
Trot - IN Sired 3 YR & Up Stallions and Geldings NW 1 EXT PM RACE LIFETIME (w/o \$20,000 LT NE) AE: NW 8500 LT through & including 3/15/19	Trot - Indiana Sired 3 YR & Up Old Fillies & Mares NW 1 EXT PM RACE LIFETIME (w/o \$20,000 LT NE) AE: NW 8500 LT through & including 3/15/19
1st Leg \$7,500 2nd Leg \$7,500 FINAL \$15,000	1st Leg \$7,500 2nd Leg \$7,500 FINAL \$15,000
NOMINATION FEE \$100	NOMINATION FEE \$100
<i>"The Expresson"</i>	<i>"The Msnaughtbynature"</i>
Trot - Indiana Sired Stallions & Geldings NW 2 (3 YO 3) Ext PM Races or \$25,000 LT up to & including 3/15/19	Trot - Indiana Sired Fillies & Mares NW 2 (3 YO 3) Ext PM Races or \$25,000 LT up to & including 3/15/19
1st Leg \$9,000	1st Leg \$9,000

2nd Leg	\$9,000	2nd Leg	\$9,000
FINAL	\$18,000	FINAL	\$18,000
NOMINATION FEE	\$100	NOMINATION FEE	\$100
<i>"The Ralph & Dorothy Rose"</i>		<i>"The I-69"</i>	
Trot - Indiana Sired NW 4 (3yo 5) EXT PM Races or \$40,000 LT through & including 5/1/19		Trot - Indiana Sired NW 4 (3yo & mares 6) Ext PM races or \$50,000 LT up to and including 9/15/19	
1st Leg	\$10,000	1st Leg	\$15,000
FINAL	\$20,000	2nd Leg	\$15,000
		FINAL	\$25,000
NOMINATION FEE	\$125	NOMINATION FEE	\$200



2019 PROPOSAL

The Thoroughbred Breed Development Program continues to grow and prosper. The quality of horses being produced are improving each year. For the second year in a row, the Indiana Program was represented by an Indiana Bred horse, *Buccherò*, competing in the prestigious Breeder's Cup. In addition, *Buccherò* also competed in the Royal Ascot overseas, and finished the year as a multiple grades stakes winner, boasting the highest earning Indiana bred to date with over \$950,000 in earnings.

In planning the proposal for 2019, the Thoroughbred Breed Development Advisory Committee worked closely with the racetracks, IHRC staff and horsemen associations. Public meetings were held in which horsemen had the opportunity to voice their opinions. At the recommendation of the IHRC staff, a balance of \$2.3 million in reserves is maintained in the Thoroughbred Breed Development Fund. In order to accomplish this, the remaining balance is analyzed each year when planning the program. Upon review of this year's ending balance, it is proposed to utilize \$500,000 in reserves for the 2019 program, and decrease the amount utilized by \$100,000 each year thereafter. When the IHRC approved the program in 2017, the Committee requested that the Executive Director have the ability to approve (after receiving a request from the Committee and IHRC Staff) the movement of funds from one line item to another should that budget amount be less than expected and/or the ability to utilize additional funds should gaming revenues be greater than projected. For example, if the amount being spent for Awards for Open Races (dependent of Indiana Bred horses winning in open races – something difficult to predict) is going to be under budget, a portion of those funds may be utilized for overnight races with IHRC Executive Director approval. We would like to continue to have this delegation available for the 2019 program.

Overview of 2019 Program:

2018 Program Expenditures:

	BUDGETED	SPENT TO DATE	LEFT TO SPEND
STAKES - PURSES	\$1,650,000	\$1,650,000	\$0
OVERNIGHT PROGRAM - PURSES	\$4,912,000	\$6,229,960	-\$93,960
DISCRETIONARY RACE FUND - PURSES	\$1,224,000		
BREEDER'S AWARDS - IB RACES	\$2,282,800	\$2,384,504	-\$101,704
STALLION OWNER AWARDS - IB RACES	\$684,840	\$601,137	\$83,703
OUT-OF-STATE BREEDER'S AWARDS	\$75,000	\$42,484	\$32,516
OPEN RACE AWARDS*	\$350,000	\$275,304	\$74,696
TOTAL	\$11,178,640	\$11,183,390	-\$4,750

The proposed program for 2019 is as follows:

Budget Overview

Projected Revenue:

Revenue From Breakages & Outs	\$0
Projected Revenue from Slots	\$11,256,502
Available from Reserves	\$500,000
TOTAL	\$11,756,502

Slot revenue predicted by actual 2018 Calendar Year Revenue

2019 Budget:

Overall Budget

Promotional/ Administrative Expenses	\$448,363
Out-of-State Breeder's Awards	\$75,000
Breeder/Stallion Awards for Open Races	\$350,000
TOTAL	\$873,363

REMAINING AVAILABLE FOR TRACK **\$10,883,139**

Indiana Bred Race Program Budget – Proposed

Stakes - Purses	\$1,650,000
Overnight Program - Purses	\$4,912,000
Breeders Awards – All (IB Races)	\$2,387,000
Stallion Owner Awards – All (IB Races)	\$686,100
<u>Discretionary Race Fund - Purses</u>	<u>\$1,245,000</u>
TOTAL	\$10,880,100

Proposed Program and Guidelines

Scheduled Overnight Races:

There are 261 proposed scheduled races. Funds allocated for regularly scheduled races that do not fill may be added to the Discretionary Race Fund throughout the meet.

Discretionary Race Fund:

Included in the 2019 proposal is the inclusion of a “Discretionary Race Fund” to be utilized by the racing secretary at the track. This element, added to the program in 2012, works by giving the racing secretary the authority to make adjustments to the program to accommodate the population of horses available to race. The Discretionary Race Fund gives the race track an opportunity for an additional 51 Breed Development races with an average purse of \$33,000. This will give the track an opportunity to run approximately 312 Breed Development races during the 2019 race meet. In addition, funds allocated for regularly scheduled races that do not fill may be added to the Discretionary Race Fund throughout the meet. The track will be limited to the overall Breed Development budget amount approved for the race track.

Please see Attachment A for detailed information outlining the proposed race program.

Signature Stake Races:

The year 2012 was the inaugural year for the Signature Stake Races in Indiana. The Signature Stake races will continue as they did in 2019. The proposed stakes are as follows:

The Governor’s Stake	3YR Olds	1MI 70 Yards – Dirt	\$150,000 Guaranteed
The First Lady Stake	3 YR Old Fillies	1 MI 70 Yards – Dirt	\$150,000 Guaranteed
The Too Much Coffee	3 YR Olds & UP	1 1/16 MI – Dirt	\$150,000 Guaranteed
The Francis Slocum	3 YR Olds & Up Fillies/Mares	1 1/16 MI – Dirt	\$150,000 Guaranteed

Remaining Stakes Program:

The purses for these races will be contested at \$100,000. The purses for these races will be split 65/35 between the Breed Development Fund and the open purse account.

Preference for all stake races for two and three year olds will be high weights preferred, second preference lifetime earnings. Races for three year olds & older will be high weights preferred, second preference highest lifetime earnings.

In addition Breed Development will continue to contribute funding to the ITOBA Stallion Stakes. Breed Development will contribute \$25,000 to each race (for a total expenditure of \$50,000) as follows:

- Race for Fillies – 1 Mile on Dirt – \$75,000 Total Purse
- Race for Colts – 1 Mile on Dirt - \$75,000 Total Purse

The stakes program is as follows:

Breed Development Stakes Program:

2 Year Olds			
DISTANCE	PURSE	SEX	

The Hillsdale Stakes	6 Furlongs	\$100,000 added	
The City of Anderson	6 Furlongs	\$100,000 added	Filly
The Indiana Futurity	1 Mile 70 Yds	\$100,000 added	
The Miss Indiana Stakes	1 Mile 70 Yds	\$100,000 added	Filly
The Indiana Stallion Stakes (Sired Filly)	6 Furlongs	\$100,000 added	Filly
The Crown Ambassador (Sired)	6 Furlongs	\$100,000 added	

3 Year Olds

	DISTANCE	PURSE	SEX
The Ellen's Lucky Star Stakes	1 Mile Turf	\$100,000 added	Filly
The Snack Stakes	1 Mile Turf	\$100,000 added	
Hoosier Breeders Sophomore Stakes	1 1/16 Mile	\$100,000 added	
Hoosier Breeders Sophomore Stakes (Filly)	1 1/16 Mile	\$100,000 added	Filly
Sagamore	6 Furlongs	\$100,000 added	
The Sired Swifty	6 Furlongs	\$100,000 added	Filly
The Indiana First Lady Stakes	1 Mile 70 Yds	\$150,000 guaranteed	Filly
The Governor's Stakes	1 Mile 70 Yds	\$150,000 guaranteed	

3 Year Old & Up

	DISTANCE	PURSE	SEX
The Shelby County Stakes (Sired)	6 Furlongs	\$100,000 added	Filly/Mare
The William Henry Harrison Stakes (Sired)	6 Furlongs	\$100,000 added	
The Florence Henderson Stakes	1 1/16 Mile Turf	\$100,000 added	Filly/Mare
The A.J. Foyt Stakes	1 1/16 Mile Turf	\$100,000 added	
The Merrillville Stakes	6 Furlongs	\$100,000 added	Filly/Mare
The Brickyard Stakes	6 Furlongs	\$100,000 added	
The Gus Grissom Stakes (Sired)	1 1/16 Mile	\$100,000 added	
The Richmond Stakes (Sired)	1 1/16 Mile	\$100,000 added	Filly/Mare
The Frances Slocum Stakes	1 1/16 Mile	\$150,000 guaranteed	Filly/Mare
The To Much Coffee Stakes	1 1/16 Mile	\$150,000 guaranteed	

General Program Guidelines:

- Each regularly scheduled overnight race that fills with eight (8) or more betting interests will be carded. It is the discretion of the racing secretary as whether to utilize races with fewer than eight (8) betting interests.
- Stake races are not required to have eight (8) starters to be used.
- If a regularly scheduled race fails to be carded due to a lack of eight (8) betting interest, but contains at least six (6) preferred betting interests, the racing secretary shall bring that race back the following day. Should the race not fill with eight (8) betting interests again, the purse money from that race will be allocated to the Discretionary Race Fund.
- In order for a race to be split, it must contain at least eight (8) betting interests in each.
- The racing secretary has the discretion to write Indiana-bred claiming races at a level below \$10,000 as needed. These races will not be used to replace any race in the Thoroughbred Breed Development Program.

- All stakes, with the exception of the Signature Stakes, shall be “added money” with the nomination, entry and starting fees contributing to the purse as indicated in 71 IAC 1.5-1-97.
- One-third of all allowance races, including maiden special weights, are to be written for Indiana – sired horses. The racing secretary shall make every attempt to write Indiana-sired races in advance of Indiana-bred races for the same condition. In addition, the Committee would encourage the racing secretary to increase the number of Sired races in excess of this guideline as needed.
- The racing secretary shall make every attempt to provide 50% racing opportunities for colts and geldings and 50% for fillies and mares in the overnight program.
- The racing secretary shall make every attempt to write 30% of all maiden and allowance races going long.
- Recognizing the importance of turf racing for Indiana Bred/Sired horses, the racing secretary shall make every attempt to write an appropriate number of turf races.

Indiana –Bred Preference:

Allowance and Maiden Special Weight

Preference will be given to horses that have not started for less than \$10,000 in their last five starts. A horse can regain preference by running 1st, 2nd or 3rd for \$10,000 or more since last starting for less than \$10,000.

Indiana – Bred Maiden Eligibility:

Horses that have not finished 5th or better in one of their last **six** starts are not eligible for Maiden Special Weight Races.

Limited Preferred Starter Status for Indiana-Breds in Open Company Races (Stakes Excluded):

Once a registered Indiana-bred receives an R Date or E Date, it will receive Starter Preferences over Non Indiana-bred horses that have equal R Dates or E Dates. Indiana-breds will NOT receive starter preference over Non Indiana-breds with better R Dates, E Dates or when both horses have 0 dates. Preference dates will not supersede conditions of a race.

Exclusion of Indiana – Bred Wins in Open Other Than Conditioned Allowance Races

The Racing Secretary has agreed to include the words “Indiana-bred Race” in all other than open Allowances.

Examples:

- (1) Non winners of a race other than Maiden, Claiming or Indiana-bred race.
- (2) Non winners of two races other than Maiden, Claiming or Indiana-bred race.
- (3) Non winners of three races other than Maiden, Claiming or Indiana-bred race.

Indiana- Bred Weight Allowance:

Registered Indiana-breds shall automatically receive a 3 lb. weight allowance when competing in races not restricted to Indiana-breds. Stakes races will be exempt from this requirement.

Indiana – Sired Weight Allowance in Indiana Bred Races:

In Indiana restricted races, registered Indiana – sired horses shall receive a weight allowance of 3 lbs. when running less than seven and one-half furlongs (7 ½) and 5 lbs. when running seven and one-half furlongs or greater.

Indiana Grand 2019 Quarter Horse Breed Development Program

Race Type	Proposed 2019	Purse	QHDF Contribution Per Race	QHDF Total Contribution	Track Contribution Per Race	Track Contribution Total	Total Purses
Gordon Mobley (Spring)	1	\$150,000	\$37,500	\$37,500	\$112,500	\$112,500	\$150,000
Jaguar Rocket (Spring)	1	\$100,000	\$25,000	\$25,000	\$75,000	\$75,000	\$100,000
Miss Roxie Little (Fall)	1	\$150,000	\$37,500	\$37,500	\$112,500	\$112,500	\$150,000
Blue River Derby (Spring)	1	\$100,000	\$25,000	\$25,000	\$75,000	\$75,000	\$100,000
Sterlie Bertram (Fall)	1	\$100,000	\$25,000	\$25,000	\$75,000	\$75,000	\$100,000
Born Runner (Spring)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Hoosier Classic (Fall)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Bob Woodard (Spring)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Harley Green Derby (Spring)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Trials	22	\$5,000	\$1,250	\$27,500	\$3,750	\$82,500	\$110,000
TOTAL STAKES/TRIALS	31			\$252,500			\$1,010,000
Allowance	6	\$20,000	\$4,000	\$24,000	\$16,000	\$96,000	\$120,000
Allowance NW3	6	\$18,500	\$3,700	\$22,200	\$14,800	\$88,800	\$111,000
Allowance NW2 (3+)	12	\$17,500	\$3,500	\$42,000	\$14,000	\$168,000	\$210,000
Allowance NW2 (3yo only early & 2 2yo)	3	\$17,500	\$3,500	\$10,500	\$14,000	\$42,000	\$52,500
Allowance NW OT	5	\$16,500	\$3,300	\$16,500	\$13,200	\$66,000	\$82,500
Maiden	42	\$16,000	\$3,200	\$134,400	\$12,800	\$537,600	\$672,000
TOTAL OVERNIGHTS	74		\$249,600			\$1,248,000	
			QHDF Total Overnights	\$249,600	Track Total Overnights	\$998,400	
			QHDF Total Stakes	\$252,500	Track Total Stakes	\$757,500	
			QHDF Purses Total	\$502,100	Track Purses Total	\$1,755,900	
					TOTAL PURSES		\$2,258,000
SUMMARY							
Owner/Breeder/Stallion Awards - Open Races		\$85,000					
QHBDF Purse Contribution		\$502,100					
Discretionary Race Fund		\$40,000					
Owner Awards - IB Races		\$246,000					
Breeder Awards - IB Races		\$246,000					
Stallion Owner Awards - IB Races		\$147,600					
TOTAL - FROM BDF		\$1,266,700					
				Amount Available from QH BDF		\$1,264,550.00	



2019 PROPOSAL

The Quarter Horse racing industry in Indiana is continuing to grow and improve each year. When looking at the program for the year 2019, the Committee continues the task of improving a program which already has a strong foundation while maintaining a balance with the open racing program. At the recommendation of the IHRC staff, the Committee will be maintaining a reserve of \$250,000 in the fund to allow for any items which go over budget. In developing this proposal, the Committee held public meetings and worked closely with Indiana Grand and the QHRAI.

Review of 2018 Program Expenditures:

REVIEW OF 2018 PROGRAM			
	PROPOSED	ACTUAL	DIFFERENCE
# of Overnight Races Supplemented	74	70	10
Number of Stake Races/Trials	31	26	0
Total Number of Races	105	96	10
BDF \$ to Purses	\$502,100	\$472,616	\$29,484
Owner Awards (IB Races)	\$246,000	\$209,803	\$36,197
Breeder Awards (IB Races)	\$246,000	\$209,803	\$36,197

Stallion Owner Awards (IB Races)	\$147,600	\$98,313	\$49,287
Owner, Breeder and Sire Awards (Open Races)	\$85,000	\$47,919	\$37,081
TOTAL	\$1,266,700	\$1,019,407	\$228,246

Budget Overview

Projected Revenue:

Projected Revenue for 2019 - Slots	\$1,316,534
Breakage	\$0.00
Outs	\$0.00
Total	\$1,316,534
Promo/Admin. Expenses	\$51,984
Amt. Available for 2019 Racing Program	\$1,264,550

2019 Racing Program Budget:

Below is the proposed budget for the 2019 Quarter Horse Breed Development Program.

Overall Budget:

OVERALL	PROPOSED
# of Overnight Races Supplemented	74
Number of Stake Races/Trials	31
Total Number of Races Proposed	105
BDF \$ to Purses	\$502,100
Owner Awards (IB Races)	\$246,000

Discretionary Race Fund*	\$40,000
Breeder Awards (IB Races)	\$246,000
Sire Awards (IB Races)	\$147,600
Owner, Breeder and Sire Awards (Open Races)	\$85,000
TOTAL	\$1,266,700

* *Discretionary fund is utilizing funds from the program ending under budget for 2018.*

Please see *Attachment A* for additional information on the program for Indiana Grand.

Program Overview

Overview of 2019 Program

- ✓ Breed Development Fund to pay 25% of the purse for stakes races and trials (prior to any added monies).
- ✓ Breed Development Fund to pay 20% of the purse for overnight races.
- ✓ Scheduling of 74 Overnight races.
- ✓ There will not be trials for the Hoosier Classic and Born Runner stakes for older horses (4 YR Olds & UP). The Bob Woodard will continue to have trials if there are 14 or more entries. Entry will be determined by 2018/2019 earnings.
- ✓ Each regularly scheduled overnight race that fills with eight (8) or more betting interests will be carded. It is the discretion of the racing secretary as to whether to utilize races with fewer than eight (8) betting interests.
- ✓ Nomination fee for Hoosier Classic and Born Runner Stakes will be lowered from \$300 to \$100.

Discretionary Fund

Introduce the use of a Discretionary Fund into the program. This fund, utilizing some of the dollars left by the program ending under budget for 2018, will give the racing secretary the ability and flexibility to meet the needs of the race horse population which is available. There has been \$40,000 allocated in this fund for 2019.

Stake Races

• Gordon Mobley	Sired 2 YR Olds	Spring	300 YDS	\$150,000
• Jaguar Rocket	Bred 2 YR Olds	Spring	300 YDS	\$100,000
• Miss Roxie Little	Bred 2 YR Olds	Fall	350 YDS	\$150,000
• Harley Greene Derby	Sired 3 YR Olds	Spring	350 YDS	\$ 75,000
• Blue River Derby	Bred 3 YR Olds	Spring	400 YDS	\$100,000
• Sterlie Bertram Mem.	Bred 3 YR Olds	Fall	400 YDS	\$100,000
• Born Runner Classic	Sired 4 YR & UP	Spring	400 YDS	\$ 75,000
• Hoosier Classic	Bred 4 YR & UP	Fall	400 YDS	\$ 75,000
• Bob Woodard Classic	Bred 4 YR & Up	Spring	400 YDS	\$ 75,000

Indiana Grand 2019 Quarter Horse Breed Development Program

Race Type	Proposed 2019	Purse	QHDF Contribution Per Race	QHDF Total Contribution	Track Contribution Per Race	Track Contribution Total	Total Purses
Gordon Mobley (Spring)	1	\$150,000	\$37,500	\$37,500	\$112,500	\$112,500	\$150,000
Jaguar Rocket (Spring)	1	\$100,000	\$25,000	\$25,000	\$75,000	\$75,000	\$100,000
Miss Roxie Little (Fall)	1	\$150,000	\$37,500	\$37,500	\$112,500	\$112,500	\$150,000
Blue River Derby (Spring)	1	\$100,000	\$25,000	\$25,000	\$75,000	\$75,000	\$100,000
Sterlie Bertram (Fall)	1	\$100,000	\$25,000	\$25,000	\$75,000	\$75,000	\$100,000
Born Runner (Spring)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Hoosier Classic (Fall)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Bob Woodard (Spring)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Harley Green Derby (Spring)	1	\$75,000	\$18,750	\$18,750	\$56,250	\$56,250	\$75,000
Trials	22	\$5,000	\$1,250	\$27,500	\$3,750	\$82,500	\$110,000
TOTAL STAKES/TRIALS	31			\$252,500			\$1,010,000
Allowance	6	\$20,000	\$4,000	\$24,000	\$16,000	\$96,000	\$120,000
Allowance NW3	6	\$18,500	\$3,700	\$22,200	\$14,800	\$88,800	\$111,000
Allowance NW2 (3+)	12	\$17,500	\$3,500	\$42,000	\$14,000	\$168,000	\$210,000
Allowance NW2 (3yo only early & 2 2yo)	3	\$17,500	\$3,500	\$10,500	\$14,000	\$42,000	\$52,500
Allowance NW OT	5	\$16,500	\$3,300	\$16,500	\$13,200	\$66,000	\$82,500
Maiden	42	\$16,000	\$3,200	\$134,400	\$12,800	\$537,600	\$672,000
TOTAL OVERNIGHTS	74		\$249,600			\$1,248,000	
			QHDF Total Overnights	\$249,600	Track Total Overnights	\$998,400	
			QHDF Total Stakes	\$252,500	Track Total Stakes	\$757,500	
			QHDF Purses Total	\$502,100	Track Purses Total	\$1,755,900	
					TOTAL PURSES		\$2,258,000
SUMMARY							
Owner/Breeder/Stallion Awards - Open Races		\$85,000					
QHBDF Purse Contribution		\$502,100					
Discretionary Race Fund		\$40,000					
Owner Awards - IB Races		\$246,000					
Breeder Awards - IB Races		\$246,000					
Stallion Owner Awards - IB Races		\$147,600					
TOTAL - FROM BDF		\$1,266,700					
				Amount Available from QH BDF		\$1,264,550.00	