



**FY2018-19 Racing Deficit Assessment  
Statutory Report  
PML Section 902**

**Total Revenue Generated by FY 17-18 Assessment**

	<b>Amount</b>
Deficit Assessment	
Additional Start Fee - Deficit Assessment Received	\$691,064
Racetrack Deficit Assessment Received	\$733,949
<b>Total</b>	<u>\$1,425,013</u>

**Total Cost of Equine Drug Testing**

Amounts Paid to Morrisville Auxiliary Corporation	<u>\$4,176,315</u>
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**Projected FY 18-19 Deficit in Racing Regulation Account**

Balance at March 31, 2018	(\$3,717,185)
Projected Surplus/(Deficit) before Deficit Assessment for FY 18-19	(\$1,858,500)
Projected Balance before Deficit Assessment for FY 18-19	<u>(\$5,575,685)</u>
Deficit Assessment for FY 18-19	\$1,505,630
Projected Balance at March 31, 2019	<u>(\$4,070,055)</u>



**Racing Regulation Fund Deficit Assessment  
For Fiscal Year 2018-19**

<b>Budget FY 18-19</b>
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	<b>Total</b>
<b><u>Racing Revenues:</u></b>	
Regulatory Fee	\$8,100,000
Market Origin Fees	\$750,000
Start Fee	\$975,000
Occupational License Fees	\$800,000
Daily Track Racing License Fee	\$103,000
Racing Official Reimb from Tracks	\$750,000
Reimb. from Breeding Funds for shared services	\$262,500
Reimb. from Equine Testing	\$20,000
VGM Purse Refunds for Equine Safety	\$1,550,000
ADW Application Fee	\$30,000
Transfer to NYS Office of Information Technology Services	<b>(\$300,000)</b>
<b>Total Racing Revenues</b>	<b><u>\$13,040,500</u></b>

<b><u>Racing Expenses:</u></b>	
<i>Personal Service (PS)</i>	<b><u>\$6,814,000</u></b>
<i>Non-Personal Service (NPS)</i>	
Supplies & Materials	\$114,000
Travel	\$250,000
Contractual Services	\$5,125,000
Equipment	\$1,000
Fringe Benefits	\$2,385,000
Indirect Costs	\$210,000
<b>Total NPS</b>	<b><u>\$8,085,000</u></b>
<b>Total PS &amp; NPS Expenses</b>	<b><u>\$14,899,000</u></b>
<b>Net Surplus/(Deficit)</b>	<b><u>(\$1,858,500)</u></b>
Surplus/Deficit Adjustment from prior Fiscal Year	\$352,870
<b>Net Racing Regulation Fund Surplus/(Deficit)</b>	<b><u>(\$1,505,630)</u></b>

Equine Drug Testing and Research Expense	\$4,370,000
Assessable Deficit (Lower of Deficit or Equine Drug Testing Expense)	<b><u>(\$1,505,630)</u></b>

<b>Deficit Assessment pursuant to PML Section 902</b>
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<b>Allocation of Deficit to Racetracks (50%)</b>	<b><u>(\$752,815)</u></b>		
<u>Tracks:</u>	<u>FY 17-18 Starts</u>	<u>Allocation</u>	<u>Monthly</u>
NYRA	15,924	\$125,165	\$10,430
Finger Lakes	8,045	\$63,235	\$5,270
Batavia	5,783	\$45,455	\$3,788
Buffalo	5,883	\$46,241	\$3,853
Monticello	13,588	\$106,804	\$8,900
Saratoga	15,169	\$119,231	\$9,936
Tioga	4,663	\$36,652	\$3,054
Vernon	5,326	\$41,863	\$3,489
Yonkers	21,395	\$168,168	\$14,014
<b>Total</b>	<b><u>95,776</u></b>	<b><u>\$752,815</u></b>	<b><u>\$62,735</u></b>

<b>Allocation of Deficit to Horsemen (50%)</b>	<b><u>(\$752,815)</u></b>
FY 17-18 Starts	95,776
Additional Start Fee per Start	<b><u>\$7.86</u></b>
Total supplemental start fees	<b><u>\$752,815</u></b>

**Racing Regulation Revenues and Expenses  
For Fiscal Year 2017-18**

	<b>Total</b>
<b><u>Racing Revenues:</u></b>	
Regulatory Fee	\$8,218,129
Market Origin Fees	\$792,259
Start Fee	\$967,150
Occupational License Fees	\$729,866
Daily Track Racing License Fee	\$116,332
Racing Official Reimb. from Tracks	\$786,965
Reimb. from Breeding Funds for shared services for FY17-18	\$0
Reimb. from Equine Testing	\$13,350
VGM Purse Refunds for Equine Safety	\$1,275,544
ADW Application Fee	\$40,000
Misc. Revenue Adjustments	\$15,817
<b>Total Racing Revenues before Deficit Assessment</b>	<b><u>\$12,955,412</u></b>
<b><u>Deficit Assessment</u></b>	
Additional Start Fee - Deficit Assessment	\$691,064
Racetrack Deficit Assessment	\$733,949
<b>Total Racing Revenues</b>	<b><u>\$14,380,424</u></b>
<b><u>Racing Expenses:</u></b>	
<i>Personal Service (PS)</i>	<b><u>\$6,777,700</u></b>
<i>Non-Personal Service (NPS)</i>	
Supplies & Materials	\$129,489
Travel	\$238,611
Equine Drug Testing and Expenses	\$4,176,315
Contractual Services	\$393,413
Equipment	\$1,153
Fringe Benefits	\$1,874,713
Indirect Costs	\$170,571
Allocated to NYS Office of Information Technology Services	\$265,589
<b>Total NPS</b>	<b><u>\$7,249,854</u></b>
<b>Total PS &amp; NPS Expenses</b>	<b><u>\$14,027,554</u></b>
<b>Net Surplus/(Deficit) from Racing Program</b>	<b><u>\$352,870</u></b>
Support from Other Sources <sup>1</sup>	\$456,096
Prior Year Payments not allocated to Net Surplus <sup>2</sup>	\$74,051
<b>Change in Fund Balance</b>	<b><u>\$883,017</u></b>
Racing Regulation Fund Balance at 4/1/2017	<u>(\$4,600,202)</u>
Racing Regulation Fund Balance at 3/31/2018	<u>(\$3,717,185)</u>

Notes:

1- Partial 1st Quarter Fringe Benefit and full ITS Assessment paid from the State General Fund. The General Fund is reimbursed through a reduction in the Regulatory Fund STIP balance.

2- Payments received from Breeding Funds for shares services rendered in past fiscal years.