

IN AND BEFORE THE OKLAHOMA HORSE RACING COMMISSION
STATE OF OKLAHOMA

IN THE MATTER OF:

Direction from Oklahoma Quarter)
Horse Racing Association for 2012)
Distribution of Purse Funds from)
Tribal Gaming in Tulsa Area) November 1, 2011

I.

INTRODUCTION

The State-Tribal Gaming Act enacted in 2004 by Oklahoma voters requires compacted tribes within 20 miles of the racetrack at Fair Meadows in Tulsa, Oklahoma to remit a pro-rata share of their adjusted gross income to the Oklahoma Horse Racing Commission. Subsection L. sets out that the distribution of those funds shall be at the direction of the purse committees for each of the participating breeds of horses and further defines the purse committees as the official elected horsemen representatives as designated in the Act. Subsection L. also sets out the allocation of the funds between the particular breeds. The purse committees are to meet and provide direction at least sixty (60) days prior to the beginning of a calendar year, and the language provides certain criteria that the purse committees should consider and attempt to achieve in making their directive.

The Oklahoma Quarter Horse Racing Association (OQHRA) is the "purse committee" for Quarter Horse and the Paint and Appaloosa funds. The intent of the legislature in setting aside these funds was clearly for the funds to be available use by horsemen at all Oklahoma racetracks, as evidenced by the provisions in the Act.

On October 17th, 2011 the OQHRA "purse committee" met and adopted findings of fact regarding the placement of purse funds for 2012.

The directions for placement of funds to be distributed in 2012 are based on projecting revenue for purse money anticipated to be available for distribution during calendar year 2012 for the breeds OQHRA represents. The purse committee also recognizes that the racetracks in some instances have the ability to either increase or decrease the total purse dollars available for participating breeds based on their determination of the simulcast split ratio between breeds. Any changes that have been or may be proposed by a racetrack from 2011 to 2012 have not been considered and if proposed by tracks and approved by the OHRC would be deemed to be management decisions by those tracks and the racing commission to restructure the emphasis of purse distribution between the breeds. Any changes resulting in a reduction of purse levels due to a reduction in simulcast purse money will not be basis for an automatic increase in

amount of purse funds directed to that track from the Tribal Purse Funds for that breed without a written revision of this directive. Obviously, there is no guarantee that the projections for available revenue will be the exact amount of actual income available at the time of the race meetings. With this document, the OQHRA is directing placement of projected revenue, and asks that the commission recognize that in the event the projections are inaccurate, either high or low, the actual distribution amounts will be adjusted accordingly in a supplemental directive from its purse committee.

In formulating the 2012 Directive, the OQHRA board of directors held several meetings at which any interested horsemen were encouraged to attend and/or participate in discussion regarding projections for purse levels and allocation of the Tulsa Area Tribal Gaming Fund money for stakes races and overnight purses. The meetings to discuss Quarter Horse funding were held in July in Tulsa, as well as in July and August in Oklahoma City. The OQHRA published notice of the Tulsa meeting in major breed publications and notice of all meetings were posted on the OQHRA website and announced at the various racetracks in the state. There were approximately 52 members that attended the meeting in Tulsa and an additional 17 members in addition to the board members that attended the Oklahoma City meetings. OQHRA also solicited input from representatives of the American Paint Horse Association and the National Appaloosa Horse Club.

During the 2008 Oklahoma legislative session the Act was amended to clarify the use of Tribal Purse Funds for Oklahoma Bred purses and awards, administrative, benevolent, and promotional purposes consistent with funds generated from gaming at each of the racetracks with gaming licenses if so directed by the Horsemen's Representative for that breed.

II.

FINDINGS OF FACT AND DIRECTIONS FOR PLACEMENT OF 2012 TULSA AREA TRIBAL PURSE FUNDS FOR QUARTER HORSES

INTRODUCTION

1. The OQHRA projects the 2012 gross revenue for purses as \$5,900,000. This number is based on an analysis of the 9 most recent months of reported Tribal Purse Fund Income from the Oklahoma Horse Racing Commission.
2. According to the State Tribal Gaming Act, the percentage of the Tulsa Area Tribal Purse Funds allocated for Quarter Horse participants is 40% of the total purse money available for the breeds
3. Using the projected funding for 2012 we anticipate \$2,760,000 will be available for Quarter Horse participants in 2012. This number includes approximately \$400,000 being carried forward from 2011.

FINDINGS OF FACT FOR PLACEMENT OF QUARTER HORSE PURSE
FUNDS FOR 2012

1. With regard to Quarter Horse racing for 2012, the purse committee evaluated the number of race days and racing opportunities projected for each of the Oklahoma racetracks for 2012 based on the license applications of each track and projected purse levels based on anticipated revenue earned from purse revenue sources at each track. Those projected purse levels were compared to 2011 purse levels of tracks in the region, both in Oklahoma and in other states in order to determine what level of purse supplement would be required to maintain or enhance the quality of racing experienced at each Oklahoma racetrack.
2. In conducting comparisons for the average purse per race, the purse committees considered the 2011 average purse per race for the following racetracks using information gathered by the American Quarter Horse Association. For each subject track the committee identified both Oklahoma tracks and tracks in the region that are conducting live meets comparable to the subject track. The tracks identified under each subject represent the major competition of the subject in its desire to attract quantity and quality of participants for its live meet. These numbers do NOT include nomination payments from horsemen participating in stakes races but do include the added money for stakes races that was added from the horsemen's purse accounts at each of the tracks listed below.

<u>Racetrack</u>	<u>2011 Average Purse per Race</u>
Remington Park (Subject)	\$ 23,635
Will Rogers Downs, OK	\$ 12,766
Louisiana Downs, LA	\$ 10,715
Delta Downs, LA	\$ 20,967
Sunland Park, NM	\$ 24,058
Zia Park, NM	\$ 19,697
Ruidoso Downs, NM	\$ 28,370
Prairie Meadows, IA	\$ 14,315
Los Alamitos, CA	\$ 13,588
Canterbury, MN	\$ 8,202
Fair Meadows (Subject)	\$ 12,947
Sam Houston Race Track, TX	\$ 9,039
Gillespie County, TX	\$ 7,722*
Arapahoe Park, CO	\$ 13,582
Mt. Pleasant Meadows, MI	\$ 7,163
* indicates tracks classified as Fair Meets in this region	
Will Rogers Downs (Subject)	\$ 12,766
Remington Park, OK	\$ 23,635
Manor Downs, TX	\$ 0

Canterbury Downs, MN	\$ 8,202
Ruidoso Downs, NM	\$ 28,370
Arapahoe Park, CO	\$ 13,582

3. The purse committee determined that in evaluating the projected purse levels for 2012 at each Oklahoma racetrack, each track has a significant role in determining what racetracks are "similarly situated" to "encourage participation in that organization licensee's race meet" because of the role they have in determining the amount of non-statutorily allocated purse money will be available for the live meet purses for each participating breed. Purse levels are determined by the total dollars available for each breed and the total number of races offered by the track for each breeds live racing. The largest source of purse money in most cases for 2012 will come from the electronic gaming at the racetrack. Those funds are allocated between the breeds according to a formula written in the Act. The next significant source of purse funds earned at the racetrack and available for its live races is purse money generated from full card simulcasting of out of state races. That source of purse money is non-statutorily allocated and may be determined by a racetrack as provided in the Oklahoma Rules of Racing. Each track is required to establish the projected purse levels it intends to make available for each breed participating in a mixed meet. That application is subject to approval by the commission. The commission rules additionally provide that if a track is approved to conduct more than one meet and one of the meets is restricted to a single breed of horse, the split may be determined by negotiations between the participating breeds and the racetrack. If there is no agreement, any party may appeal to the commission for a determination of the split between the meets. The application of the splits to the available purses for each breed have a distinct and measurable effect on the level of competition and number of competitive horses to be attracted to each live meet. The number of races to be offered for each breed is clearly established for each breed in the Act unless there is a joint application by OQHRA or TRAO and a racetrack to increase or decrease the designated number of races for that breed. The agreement, if any, adjusting the number of races to be offered for each breed must be provided to the Commission prior to the approval of a tracks license application. Both the racetracks and the racing commission may have significant input in determining the "competitive" quality of a tracks live racing program by allocation or approval of the purse money for each breed from interstate simulcasting.

4. The single exception to a specific number of races for each breed in the Act is when a track is licensed as a Fair meet. Fair Meadows, as a licensed Fair meet, is not permitted to conduct gaming but is eligible for a recipient gaming license. As such, to be eligible to receive money pursuant to the State Tribal Gaming Act, the fair is required to conduct annually no less than 400 total races, which shall include conducting no less than an average of four (4) races

per day for Thoroughbred horses. The Fair does however have the authority to determine the total number of races to be offered on each race day for each participating breed. A race day shall consist of not less than seven (7) or more than twelve (12) races unless all of the races on a particular day are time trials.

5. Remington Park is located in a county with a population exceeding 600,000, and hence is the first preference to be considered in this directive. For 2012, Remington Park has requested a total of 50 live race days and will provide approximately 420 live racing opportunities for Quarter Horses. In calculating the amount of total purse money to be available in 2012, the purse committee utilized 45% of the funds generated for purses from gaming at Remington Park that is allocated to Quarter Horse participants. The purse committee also determined that 22% of the gaming money earned at Remington Park for Quarter Horses shall be deducted and paid to the Oklahoma Breeding Development program to provide additional incentive for breeding and raising racing Quarter Horses in Oklahoma.

Including the carryover of the projected underpayment of purses for calendar year 2011, the Quarter Horse share of the 2012 gaming revenue including revenue from 50 additional machines in 2011, the 2012 projected purse money to be earned for Quarter Horses from wagering on live racing during the live meet, and the Quarter Horse split of simulcast purse money as applied for by the track in its license application, the purse committee anticipates the total available purse funds for Quarter Horses will be at least equal to or greater than the amount available in 2011. The committee negotiated revisions to the stakes program for 2012 that will enhance the racing opportunities and stakes money available for Oklahoma Bred Quarter Horses and plans to maintain or supplement the trial purse levels for certain OKB restricted stakes races in 2012. Compared to purses offered by similarly situated racetracks in 2011, and based on the assumption that those tracks will also generate a similar level of purse for 2012, the Quarter Horse purses at Remington Park will compete favorably with other tracks in the region for quality horses, although it will not rank as the leading Quarter Horse meet in terms of average purse per race levels available for participating horses.

Fair Meadows is the closest track in geographic proximity to the location where the purse funds are generated and hence should be the second preference considered in this directive. Because Oklahoma law does and should vest discretion in the organizational licensee to determine the number of races for each breed and the size of purses to best further the objectives of racing at that particular track and because the licensee does not have the authority to direct placement of Tulsa Area Tribal Purse Funds directly or indirectly, the Purse committee believes that in determining the extent to which additional purse monies will encourage participation by Quarter Horses, Paints, and Appaloosas, the determination by an organization licensee, such as the Trustees of Fair Meadows, of how much of the sources of purse funds it controls should be allocated to certain breed purses is some indication of how

important the licensee believes purse size is to that track in order to encourage participation of horsemen in meets.

6. At Fair Meadows in 2011 OQHRA allocated approximately \$1.7 Million in Tribal Purse funds to supplement overnight purses and stakes races at Fair Meadows. The purse committee finds that an average overnight purse level of approximately \$9,000 per race is required to maintain competitive purse levels in 2012. Tribal Purse Funds if available should be directed to help maintain the overnight purse levels in an amount sufficient to allow Fair Meadows purses to be consistent with levels offered for tracks in the region as indicated in Finding of Fact #2 of this directive.

The remaining organizational licensee in Oklahoma is Will Rogers Downs hence consideration of the extent to which direction of additional funds for purses would encourage participation by horsemen in that race meet is the third and final preference to be considered by this directive.

7. Will Rogers Downs has requested to run 29 days of live racing with one non-parimutuel day on August 25th and the remaining 28 day meet beginning on September 8 and ending on November 10 for 2012. For 2012, the projected purse levels at WRD include a small carryover of purse underpayment from 2011 and also include purse money to be earned in 2012 prior to the start of the proposed live race meet. The total projected purse money available at WRD for Quarter Horses is approximately \$2,300,000. The OQHRA finds that an average purse level for overnight races between \$9,000 and \$11,000 would be competitive with meets considered as comparable to Will Rogers Downs meet by OQHRA in Finding of Facts number 2 of this document. In 2011 approximately \$750,000 of tribal purse funds were required to reach the \$12,947 per race level.
8. The purse committee has determined that there are certain specific stakes races which are essential to maintain and encourage the breeding, racing, and raising of racing Quarter Horses in Oklahoma. Those races include the Black Gold Futurity and Derby programs, the OHA Oklahoma Bred Quarter Horse Futurity and Derby, the Speedhorse Quarter Horse Futurity and Derby. Providing adequate funding for the continuation of those stakes programs with added money from the Tribal Gaming Funds is very important to preserve these quality racing opportunities which afford black type status to the racehorse, the broodmare and the stallion and create incentive to breed and race horses in Oklahoma. The priority goal of OQHRA purse committee is to fund purses in an amount sufficient to provide added money previously earmarked for specific stakes races at Fair Meadows Downs and Will Rogers Downs for 2012.
9. For 2012 the first priority of the purse committee is to direct the funding for added money to the Stakes Races at Fair Meadows and Will Rogers Downs. The purse committee finds that the remaining available funding will be best

used to establish purse levels for overnight races at both Fair Meadows and Will Rogers Downs that will allow those tracks to offer overnight purses comparable with other tracks running in the region at the same time of year. The purse committee finds that it is in the best interest of its participating horsemen that no deduction from added money for stakes races be taken for the Quarter Horse Oklahoma bred program funding or administrative, benevolent, and promotional funding as permitted by the Act. The authorized deductions will be taken only from Tribal Purse Funds that are ultimately distributed as purse supplements in races other than stakes races at Oklahoma racetracks.

DIRECTIONS FOR PLACEMENT OF 2012 FUNDS FOR QUARTER HORSES

In summary, the amount projected by OQHRA to be available for Quarter Horse purses at the various racetracks in 2012 from Tulsa Area Tribal Gaming funds is approximately 2,760,000. This is slightly less (\$259,300) than was projected to be available for 2011. The OQHRA encourages the commission to recognize that the amount of money projected to be available for 2012 distribution is based on a projected revenue stream that has proven to be somewhat unstable over the past eighteen months. The directions from the purse committee may require future adjustment as the actual purse money generated at each racetrack is determined, and as the actual purse funds remitted to the Tulsa Area Tribal Purse Fund from the Compacting tribes are received by the Commission.

WHEREFORE, for the reasons set forth above, after careful consideration, the OQHRA as a purse committee for the Quarter Horse participants directs that any remaining balance of Quarter Horse funds from 2011 be carried forward and added to the funds generated during calendar year 2012 and further that the funds available for 2012 be allocated and distributed as follows:

FIRST. The purse committee does not direct placement of any funds from the Tulsa Area Tribal Purse Fund to supplement purse levels at Remington Park for 2012 as the projected purse money to be earned from parimutuel wagering and gaming at Remington Park for the Quarter Horses will be sufficient to provide average purses equal to or greater than the average purse levels in 2011 when compared to the total number of racing opportunities. The purse levels at Remington Park will be competitive and comparable to the purses for Quarter Horses at "similarly situated" racetracks for 2012. The purse committee has previously directed that the percentage of Oklahoma Bred money deducted from the gaming proceeds for Quarter Horses at Remington Park in 2012 be 22%.

SECOND. The purse committee directs the placement of \$135,000 to be used as added money for the following races to be conducted at Fair Meadows during the 2012 live meet: the Speedhorse Quarter Horse Futurity - \$100,000; and the Speedhorse Quarter Horse Derby - \$20,000, and \$15,000 in added money for the 2012 OHA Oklahoma Bred Quarter Horse Derby. There will be no reduction from the stake races added money for purposes approved in the Act. Additionally, assuming availability of funds, we anticipate the total additional allocation of funding for Fair Meadows in 2012

will be approximately \$1.4 Million. Those funds will be reduced by 9% for Oklahoma-bred program funding for Quarter Horses, 2.5% for administrative, benevolence, and breed promotion funding, with the remainder used to supplement overnight purse levels for Quarter Horses. We anticipate the total average purse level for Fair Meadows not including horsemen's entry fees will be at least \$9,000 per race.

THIRD. The purse committee will direct \$350,000 as added money for specific stakes races to be conducted at Will Rogers Downs in 2012 assuming the meet approved by the commission is of sufficient duration to run the following races. Those races include \$225,000 in added money for the 2012 Black Gold Futurity program with three \$100,000 guaranteed qualifying divisions and a Championship with a projected purse exceeding \$400,000 for 2012 (one division of the qualifying distances may be contested at Fair Meadows with purse money provided from available funds); \$30,000 in added money for the 2012 Black Gold Derby; \$15,000 for added money in the 2012 OHA Oklahoma Bred Quarter Horse Futurity; and (subject to availability of funding) four (4) additional stakes races to be offered with \$20,000 each in added money. There will be no deduction from the stakes race added money for purposes approved in the Act. Additionally, the purse committee will direct an additional amount projected to be approximately \$750,000 less deductions of 9% for Quarter Horse Oklahoma Bred funding, and 2.5% for administrative, benevolence, and promotional funding as authorized in the Act. The projected amount will result in average purse per race levels of approximately \$10,000 average per race.

III.

FINDINGS OF FACT AND DIRECTIONS FOR PLACEMENT OF PAINT AND APPALOOSA FUNDS FOR 2012

INTRODUCTION

1. The OQHRA projects the 2012 gross revenue for purses as \$5,900,000 based on an analysis of the most recent months of reported Tribal Purse Fund Income from the Oklahoma Horse Racing Commission
2. According to the State Tribal Gaming Act, the percentage of the Tulsa Area Tribal Purse Funds allocated for Paints and Appaloosa participants is 10% of the total money available for the breeds.
3. Using the estimated 2011 income for the Tribal Purse Fund, the purse committee anticipates 675,600 for Paint and Appaloosa participants in 2012. That includes a carryover balance from 2011 of approximately \$86,000.

FINDINGS OF FACT FOR PLACEMENT OF PAINT AND APPALOOSA PURSE
FUNDS FOR 2012:

1. With regard to Paint and Appaloosa racing for 2012, the purse committee considered the purse levels funded during the 2011 live meets at Oklahoma tracks and projected the anticipated revenue available for those breeds at each track for 2012.
2. In conducting regional comparisons for average purse per race, the purse committee attempted to consider the average purse per race for racetracks in other states that offer Paint and Appaloosa live racing opportunities. The purse committee contacted the American Paint Horse Association and the Appaloosa Horse Club, but neither group provided average purse per race statistics from tracks in states other than Oklahoma which were tabulated solely for the breed of horse they register. Both national associations indicate that currently Oklahoma provides significantly greater racing opportunity for each of the two breeds than any other jurisdiction. States in this region offering limited opportunity for live racing include Texas, Louisiana, and Iowa. None of the tracks in those states regularly schedule a set number of races per day or per week for either breed, and in many cases they may only offer races that permit the Paints or Appaloosas to enter Quarter Horse races rather than restricting entries to the two breeds individually, making Oklahoma tracks the only valid standard for comparison.
3. For 2012, Remington Park is allocated 50 days of live racing which will include approximately 76 total races for Paints and Appaloosa's including overnight, stake, and trial races. During public meetings with industry participants, the OQHRA in its role as the purse committee adopted recommendations from horsemen for the proposed stakes schedule at Remington Park for 2012 and also propose to retain two additional stakes races restricted participation by Oklahoma Bred Paint or Appaloosa horses that were added in 2010. The level of stakes funding recommended for 2012 anticipates maintaining the current level of \$6,000 for trial race purses and the same levels of added money to the stakes races. The purse committee finds that purse levels will be adequate to maintain the quality and quantity of horses available for the 2012 live meet.
4. For 2012, we find that Fair Meadows is a "Fair Meet" and might be more affected by competition from the overlapping the meet at Gillespie County, Texas than any other track running during that period. During the time frame of the 2012 Fair Meadows live race meet there is little other opportunity for these two breeds to race as no other tracks in the region specifically allocate a set number of daily races or provide segregated purse funds maintained specifically for these breeds and Fair Meadows generally offers an average of two races per day for the breeds. The desired level for overnight purses at Fair Meadows would be from \$7,000 to \$8,000 per race average. There will

be a significant need for supplemental funding from the tribal purse funds for this breed at Fair Meadows in 2012.

5. In 2012 the Will Rogers Downs proposal will meet or exceed the statutory requirement for number of races but the limited duration of the meet will create a situation that will not encourage multiple racing opportunities for an individual horse. The purse committee anticipates the track will offer at least 2 races per day for Paints and Appaloosas. The goal of the committee will be to maintain the 2011 level of added money for stakes races during 2012, and further to accomplish an average overnight purse per race from \$7,000 to \$9,000. That will maintain the competitive ability to attract quality horses in this region for 2012.

The stakes races conducted at Will Rogers Downs are very important as an incentive to breed and race horses in Oklahoma and should be funded in 2012. Supplemental funds from the Tulsa Area Tribal Purse Fund for added money for several of these races will be necessary in 2012.

6. For 2012 the goal of the purse committee is to direct funding that will maintain the 2011 levels of added money for specific feature races for Paints and Appaloosas; and then to provide supplemental funding with this directive to supplement or increase the available purse money at Fair Meadows and Will Rogers Downs in an amount that will provide similar scale of purses at each racetrack.

DIRECTIONS FOR PLACEMENT OF 2012 FUNDS FOR PAINT AND APPALOOSA HORSES

In summary, the amount projected by the OQHRA purse committee for allocation and distribution to the various racetracks in 2012 is \$675,600. This amount represents is reflective of the average income generated from the past nine months in 2011 and includes the anticipated \$86,000 carryover from 2011. The purse committee encourages the commission to recognize that the amount of money generated and available for distribution in 2012 is based on projected revenue. The directions from the purse committee may require future adjustments when the actual amount of funds earned from the gaming conducted by Compacting Tribes as well as the purse money available at the various tracks are able to be more accurately projected.

WHEREFORE, for the reasons set forth above, and after careful consideration, the OQHRA as purse committee for the Paint and Appaloosa participants directs that the money generated and available for placement during the calendar year 2012 from the Tulsa Area Tribal Purse Fund should be allocated and distributed as follows:

FIRST. The purse committee does not direct placement of funds from the Tulsa Area Tribal Purse Fund at Remington Park for 2012 as the projected purse money to be

earned from parimutuel wagering and gaming at Remington Park for Paint and Appaloosa horses will be sufficient to maintain the average purse per race for those participants. The average purse per race is comparable to or greater than purses to be offered at other Oklahoma racetracks for these breeds, and Remington Park provides both more opportunity and more purse money than tracks in surrounding states for these breeds.

SECOND. The purse committee directs the placement of sufficient Tribal Purse Funds at Fair Meadows to provide added money for the Speedhorse Paint and Appaloosa Futurity - \$20,000; the Speedhorse Paint and Appaloosa Derby - \$10,000; and the Strike It Rich Appaloosa Futurity - \$ 5,000. The purse committee directs this distribution with no deductions for Oklahoma-bred, administrative, benevolence, or breed promotional funding. The purse committee additionally directs that the remaining funds available for these two breeds be used first to supplement purse levels at Fair Meadows until such time as the Fair Meadows levels reach similar levels as will be offered at Will Rogers Downs in 2012. In addition to the stakes race allocation, the projected amount available for Fair Meadows overnight races will be \$300,000 less a deduction of 9% to the Oklahoma-bred fund and 2.5% for administration, benevolence, and breed promotion funding. The average purse per race for Paint and Appaloosa at Fair Meadows will be at least \$7,000 per race.

THIRD. The purse committee directs placement of \$72,500 in Tribal purse funds for added money to 2012 stakes races to be conducted at Will Rogers Downs as follows: \$25,000 for the Pot of Gold, \$12,500 for the Lorelei Derby, \$10,000 for the Cricket Bars Futurity, and \$25,000 the Talamina Handicap. There will be no deduction from the added stakes money for purposes permitted in the Act. The purse committee will direct placement of additional tribal purse funds at Will Rogers for 2012 of approximately \$225,000 to provide a comparable level of overnight purse money available to Paint and Appaloosa horses as offered at Fair Meadows for 2012 based on availability of funds. The funds that are not allocated to stakes races will be subject to a deduction of 9% for Oklahoma Breeding Development funds and 2.5% for administrative, promotional, and benevolence funding.

IN CONCLUSION

WHEREFORE, for the reasons set forth above, the Purse Committee authorized in the State Tribal Gaming Act for Quarter Horse and Paint and Appaloosa horsemen direct that the commission distribute the funds as specified in this document pursuant to the directions provided herein. The foregoing directions represent the policies established by unanimous votes of the OQHRA board of directors acting as the purse committee for the Quarter Horse, Paint and Appaloosa racing participants in a meetings held during June, August, and October board meetings in 2011. The purse committee further advises the commission that in the event the actual accrual of funds from pari-mutuel wagering and gaming are significantly different than projected at any of the tracks, or if there are other significant events or contingencies that the purse committee identifies as having a significant impact on the horse racing industry relating to allocation or distribution of

funds pursuant to this directive, the purse committee requests the cooperation of the commission in implementing revisions to this directive.

Signed this 1st day of November, 2011 at the direction of the OQHRA Purse Committee,


Debbie Schauf, Executive Director OQHRA, Inc.

2012 QUARTER HORSE TRIBAL PURSE FUND DIRECTIVE

Projected Fund Balance January 1, 2012		\$	400,000.00
Projected Income January thru June 2011		\$	1,284,000.00
		\$	1,684,000.00
Fair Meadows Distributions	\$ (1,535,000.00)		
Speedhorse QH Futurity		\$	(100,000.00)
Speedhorse QH Derby		\$	(20,000.00)
OHA OKB QH Derby		\$	(15,000.00)
Overnight Purse Supplements for FMT		\$	(1,239,000.00)
OKB Purse/Breeder/Stallion Awards		\$	(126,000.00)
OQHRA Admin Fees		\$	(14,000.00)
OQHRA Horsemen's Benevolence		\$	(7,000.00)
OQHRA Breed Promotion Funds		\$	(14,000.00)
		\$	164,000.00
Projected Income July thru November 2011		\$1,070,000	\$ 1,234,000.00
Will Rogers Distributions	\$ (1,100,000.00)		
Black Gold Futurity		\$	(225,000.00)
Black Gold Derby		\$	(30,000.00)
OHA QH OKB Futurity		\$	(15,000.00)
5 Overnight Stakes added (\$20K each)		\$	(80,000.00)
Overnight Purse Supplements for WRD		\$	(663,750.00)
OKB Purse/Breeder/Stallion Awards		\$	(67,500.00)
OQHRA Admin Fees		\$	(7,500.00)
OQHRA Horsemen's Benevolence		\$	(3,750.00)
OQHRA Breed Promotion Funds		\$	(7,500.00)
		\$	134,000.00
Projected Income December 2011		\$	200,000.00
		\$	334,000.00
2012 Carryover			319,000.00

2012 PAINT AND APPALOOSA TRIBAL PURSE FUND DIRECTIVE

Projected 2011 Carryover		\$	86,000.00
Projected Income April thru June 2011		\$	312,600.00
		\$	398,600.00
Fair Meadows Distributions	\$ (335,000.00)		
Speedhorse P/A Futurity		\$	(20,000.00)
Speedhorse P/A Derby		\$	(10,000.00)
Strike It Rich Appaloosa Futurity		\$	(5,000.00)
Overnight Purse Supplements for FMT		\$	(265,500.00)
OKB Purse/Breeder/Stallion Awards		\$	(27,000.00)
OQHRA Admin Fees		\$	(3,000.00)
OQHRA Horsemen's Benevolence		\$	(1,500.00)
OQHRA Breed Promotion Funds		\$	(3,000.00)
Projected Income July thru November 2011		\$268,000	\$ 331,600.00
Will Rogers Distributions	\$ (297,500.00)		
Pot O Gold Futurity		\$	(25,000.00)
Lorelei Derby		\$	(12,500.00)
Cricket Bars App Futurity		\$	(10,000.00)
Talamina Stake		\$	(25,000.00)
			\$ 259,100.00
Overnight Purse Supplements for WRD		\$	(199,125.00)
OKB Purse/Breeder/Stallion Awards		\$	(20,250.00)
OQHRA Admin Fees		\$	(2,250.00)
OQHRA Horsemen's Benevolence		\$	(1,125.00)
OQHRA Breed Promotion Funds		\$	(2,250.00)
Projected Income December 2011		\$	53,600.00
		\$	87,700.00
2012 Carryover			87,700.00