

**FISCAL NOTE**  
 LEGISLATIVE FISCAL ANALYST ESTIMATE

**ESTIMATE OF FISCAL IMPACT – STATE AGENCIES \***

	FY 2007-08		FY 2008-09	
	EXPENDITURES	REVENUE	EXPENDITURES	REVENUE
GENERAL FUNDS				
CASH FUNDS	12,000	64,000	8,750	192,000
FEDERAL FUNDS				
OTHER FUNDS				
TOTAL FUNDS	12,000	64,000	8,750	192,000

\*Does not include any impact on political subdivisions. See narrative for political subdivision estimates.

This bill allows the State Racing Commission to license and regulate pari-mutuel wagering on historic races.

This bill will affect the expenditures of the State Racing Commission. The impact is estimated in the following table that uses data from the agency:

Expense Item	FY08	FY09
Investigator (0.1 FTE)	5,000	5,000
Benefits	1,500	1,500
Review operations of other jurisdictions & develop rules	5,500	2,250
<b>TOTAL</b>	<b>12,000</b>	<b>8,750</b>

Following is a further explanation of the estimated increased expenditures State Racing Commission:

Investigator – investigate license application to certify compliance with the rules and monitor historical racing to insure continuing integrity and security of operation and fairness to players;

Review operations of other jurisdictions & develop rules – develop proposed rules relating to licensing of historical races and personnel, and conduct hearing to adopt rules, file approved rules pursuant to statutory requirements, review operation of historical racing systems, approval of types of wagers, and reporting requirements.

The State Racing Commission is a cash funded agency. The State Racing Commission estimates a handle of \$10 million in the first full year and \$30 million in the second. The current pari-mutuel tax rate is .0064.

IMPACT ON POLITICAL SUBDIVISIONS: This bill does not appear to impact the revenues or expenditures of political subdivisions.

DEPARTMENT OF ADMINISTRATIVE SERVICES

REVIEWED BY	Gary Bush	2/1/07	PHONE 471-2526
COMMENTS			
RACING COMMISSION – No basis to disagree with agency's estimate of impact.			