



2023 – 2025 Agency Budget Presentation



MISSION OF THE OREGON RACING COMMISSION

To regulate and facilitate all aspects of the pari-mutuel industry in the State of Oregon for the benefit of the citizenry, the licensees, the participants and the economy of the State of Oregon





- Continue to be the leader of licensing and regulating advance deposit wagering (ADW) companies across the nation
- Promote live racing in Oregon to enhance the horse racing industry and preserve jobs, especially in rural communities
- Ensure the safety and security of humans, horses, the wagering public and property

OREGON RACING COMMISSION GOALS

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- The Oregon Racing Commission was established in 1933
 - Responsible for Regulating the Pari-Mutuel Industry

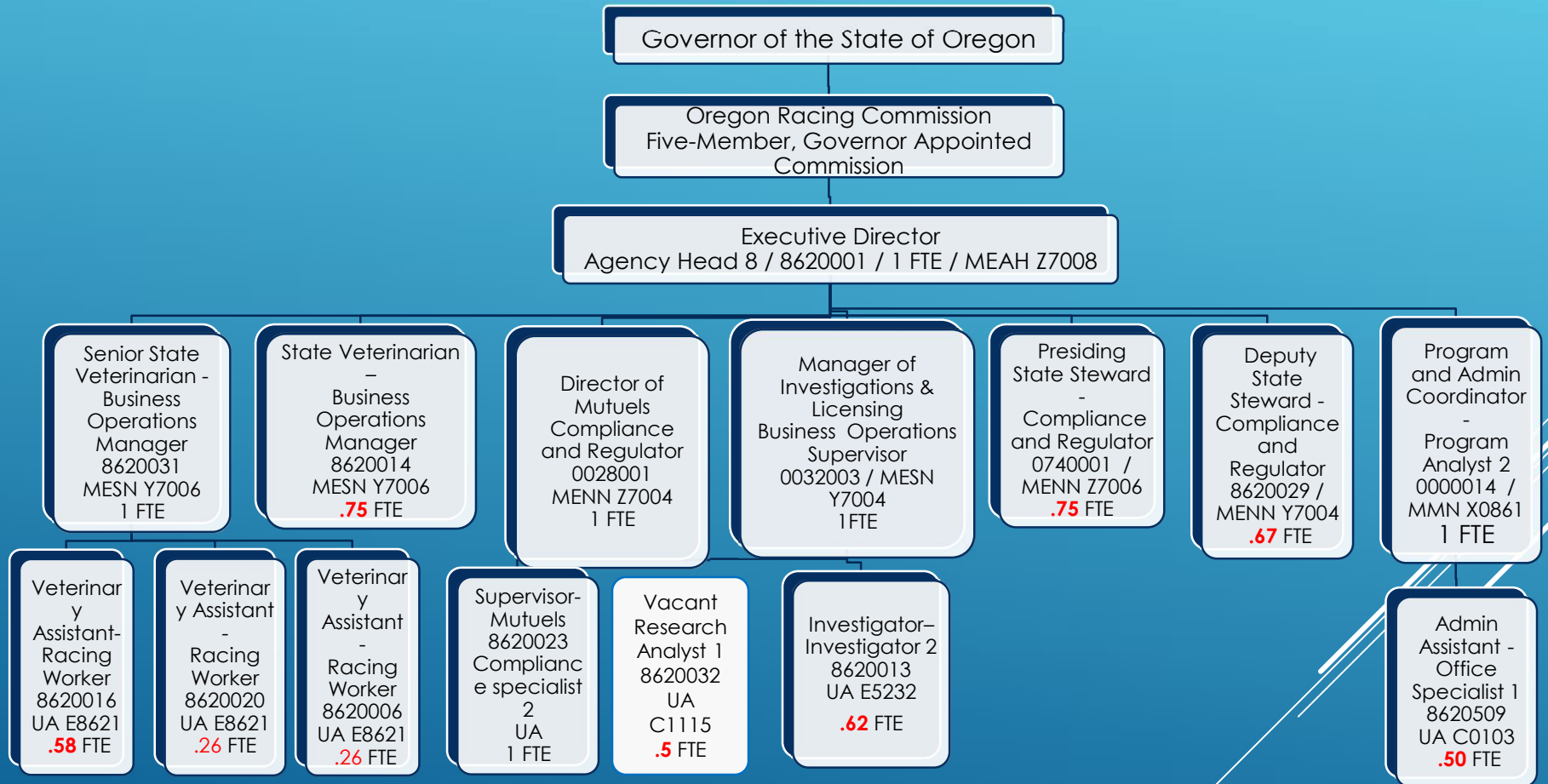
HISTORICAL PERSPECTIVE

- Oregon Horse Associations
- Commercial and Summer Fair Race Meets
- Advanced Deposit Wagering (ADW) Companies
- Off Track Betting Site (OTBs) Operators
- Rural communities
- Examples of economic impact
 - Feed and supply, bedding, stable supplies, medical supplies, Leasing, boarding, equipment rentals, shipping and traveling, accounting, legal fees, insurance, marketing and advertising, veterinarian fees, broadcasting, technology, utilities, mortgage expenses, interest payments, trailers, office equipment, property tax, organizational fees, wages and salaries, contract labor, benefits, farrier fees, training fees plus the hundreds of indirect fees such as local dining facilities, stores, housing and so on.



STAKEHOLDERS AND TARGET GROUPS

ORGANIZATION CHART



COMPOSITION OF THE OREGON RACING COMMISSION

- **Commission Members**
 - **Administration**
 - **Stewards**
 - **Compliance and Auditing**
 - **Veterinarians & Test Barn**
 - **Investigations & Licensing**
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- **Business and Participant License Fees**
- **Charges for Services (Outs)**
- **Fines and Forfeitures**
- **Pari-Mutuel Receipts (Live Racing & Simulcast)**
- **Pari-Mutuel Receipts from ADW Companies (Racing Development Funds)**

FUNDING STREAMS



KEY PERFORMANCE MEASURES

- **Animal Safety**
- **License Turnaround Time**
- **Excellent Customer Service**
- **Best Practices**

Budget Drivers

- Continuation of Simulcast Network
- Maintaining National Primacy in Licensing & Regulating ADW Companies
- Commercial Race Meet

Environmental Factors

- Current and Future State of Racing
- Impact on Local, Rural Economies
- Retention of Advance Deposit Wagering Hubs
- Modernization of Information Technology

BUDGET DRIVERS AND ENVIRONMENTAL FACTORS

Past Horse Race Meets

- **Portland Meadows**
- **TMB Racing, LLC**
- **Five Summer Fair Meets**

Current Horse Race Meets

- **HRA, LLC**
- **Four Summer Fair Meets**

Other Factors

- **Growth in Advance Deposit Wagering Hubs**
- **Summer Fair Test Barn Agency Staffing**
- **Track Staff Reductions**


**CHANGES
TO THE
ORC -
PAST 6
YEARS**



**MAJOR
BUDGETARY
COMPONENTS
UNIQUE TO THE
OREGON
RACING
COMMISSION**

- **Commercial Race Meet in Oregon and Simulcast Network**
- **Vitality of Summer Race Meets for Rural Areas**
- **Crucial Role of Advance Deposit Wagering Companies**
 - **Licensing (Operations)**
 - **Fees (25% GF and 75% Racing Development Fund)**

MAJOR BUDGETARY ISSUES UNIQUE TO THE OREGON RACING COMMISSION

- Fewer Race Days
 - Revenue Reduction from Loss of Historic Racing
 - Loss of ADW revenue due to legislative changes
 - Reduction in Thoroughbred breeding due to concerns about long-term health of the industry has resulted in smaller field sizes
 - Lack of on-site Off-Track Betting (OTB) at the commercial track
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Reduce expenses by moving to 100% remote office space



Reduction in related services such as: office networking and other various services



Reduction in Research analyst position



New database will create automations that will save in staffing costs



Reduction in overtime based on reworking staffing assignments

**ACTIONS
THE
AGENCY IS
TAKING OR
PLANS TO
TAKE TO
CREATE
SAVINGS**



LEGISLATION

State

- Approval for increase to licensing fees

Federal

- The Horseracing Integrity & Safety Act of 2020 (HISA)



Questions?

