

THE COMMONWEALTH OF MASSACHUSETTS

Deval L. Patrick, Governor
Timothy P. Murray, Lieutenant Governor

EXECUTIVE OFFICE OF HOUSING AND ECONOMIC DEVELOPMENT

Gregory Bialecki, Secretary

OFFICE OF CONSUMER AFFAIRS AND BUSINESS REGULATION

Barbara Anthony, Undersecretary

DIVISION OF PROFESSIONAL LICENSURE

George K. Weber, Director

MASSACHUSETTS STATE RACING COMMISSION

Joseph VanDeventer, Chairman
Terry P. Segal, Associate Commissioner
Robert J. Furlong, Associate Commissioner

SEVENTY SIXTH ANNUAL REPORT

**YEAR ENDING
DECEMBER 31, 2010**

INTRODUCTION: MASSACHUSETTS STATE RACING COMMISSION

Mission of the Massachusetts State Racing Commission is to ensure the integrity of Racing. The Commission maintains fair and honest pari-mutuel racing by enforcing rules and regulations, proposing legislation and developing policies. Furthermore, it ensures the legitimate performance of all racing animals and the accountability of pari-mutuel wagering.

COMMISSION OVERVIEW

The Massachusetts State Racing Commission is a state regulatory agency created by an act of the General Court in 1934.

The State Racing Commission, pursuant to Chapter 4 of the Acts of 2009, was transferred to the Division of Professional Licensure, being established as a division within the Division of Professional Licensure. Said change took effect on January 1, 2010. As a result of the transfer, section 48 of chapter 6 of the Massachusetts General Laws states:

“The commission shall consist of three commissioners, a chairman and two associate commissioners, all to be appointed by the governor and serve coterminous with him. Not more than two of such commissioners shall be of the same political party. The day-to-day operations and general administration of the commission, including all administrative functions of the commission and all actions not expressly required by statute or regulation to be carried out by the commission itself, shall, at the direction and under the control of the director of the division of professional licensure, be under the supervision of an executive director, who shall be appointed by the director of the division of professional licensure with the approval of the director of consumer affairs and business regulation. The executive director shall devote his full time during business hours to his duties hereunder. The director of the division of professional licensure may employ, as employees of the division of professional licensure, such other persons, in addition to the aforementioned executive director, as the director of the division of professional licensure may determine to be necessary to carry out such day-to-day operations and general administration of the commission.”

The Division of Professional Licensure is one of five regulatory agencies under the jurisdiction of the Office of Consumer Affairs and Business Regulation. It is

MASSACHUSETTS STATE RACING COMMISSION

responsible for ensuring the integrity of the licensure process of more than 45 trades and professions regulated by 31 Boards of Registration and the operation of the State Racing Commission which is charged with the supervision of the conduct of business of pari-mutuel racing in Massachusetts and to ensure the integrity of the racing industry.

In 2010, the Racing Commission regulated one Thoroughbred track, Suffolk Downs; one harness track, Plainridge; and two simulcasting facilities located at the former greyhound tracks, Wonderland and Raynham/Taunton. The 2010 total handle (total dollars bet) was \$348,283,061 a decrease from the calendar year 2009 total handle of \$42,658,712. As a result of Chapter 388 of the Acts of 2008, live racing of greyhounds ceased at the conclusion of 2009. Simulcasting and betting on greyhound races outside of the Commonwealth is still being conducted.

The day-to-day operations and general administration of the Commission, including all administrative functions of the Commission and all actions not expressly required by statute or regulation to be carried out by the Commission itself, shall, at the direction and under the control of the Director of the Division of Professional Licensure, be under the supervision of an executive director, who shall be appointed by the Director of the Division of Professional Licensure with the approval of the Director of Consumer Affairs and Business Regulation. This includes, but is not limited to, all budget and personnel activities for the agency. These efforts are supported by the following operating sections of the Commission: Administrative Office, Racing Commission Inspectors, Accountants, Laboratory Personnel, Veterinarians, Judges and Stewards, and State Police Investigators. This report reviews each of these areas and the business they conduct.

To ensure fair and honest pari-mutuel racing, the Commission promulgates and enforces rules and regulations, proposes legislation and develops policies to better regulate the Racing Industry. Further, it is responsible for ensuring the legitimate performance of all racing animals, the well-being and safety of the participants and the integrity of pari-mutuel wagering. To fulfill its responsibilities, the Commission works closely with the Legislature. It is estimated by the industry that the racing industry directly and indirectly employs over 5,000 people within the Commonwealth.

ADMINISTRATIVE OFFICE:

Executive Director

Vacant

Acting Executive Director

Richard Mudarri

Acting Director of Racing

Alexandra Lightbown

Auditor/Chief Financial Officer

Richard J. Mudarri

Chief State Veterinarian

Alexandra Lightbown, D.V.M.

Auditor III

Marta M. Ferreira

Program Coordinator II

John E. Hill, Jr.

LICENSING

One of the Commission's foremost responsibilities includes the issuance of licenses to Associations who operate racetracks, as well as issuance of occupational licenses to every person who participates in racing.

3,298 APPLICATIONS FOR LICENSURE PROCESSED IN 2010

The licensing process requires that every person who participates in racing complete an application, and that all questions must be answered truthfully. The application is reviewed for completeness by Commission Inspectors who then forward the application to the Massachusetts State Police Racing Commission Unit, who conduct a background check of the applicant. Once the background check is completed, the application is sent to the Board of Stewards/Judges at each track. The Board reviews the application and may interview the applicant. The Stewards/Judges determine if the applicant has the required integrity, ability, and the eligibility for the license to which the applicant has applied. The Commission also has direct computer access to the Association of Racing Commissioners' International (ARCI) files in Lexington, Kentucky. These files maintain a record of every racing related offense attributed to an applicant anywhere in the country. The Commission provides reciprocity to other jurisdictions and their licensing decisions.

If the Stewards/Judges recommend licensing an applicant, the Inspectors collect the required fee and enter the appropriate information in the Commission's computer network. The applicant is issued a license card that entitles him to a photo identification badge. No person may enter any restricted area of a racetrack without a photo identification badge. During 2010, the Racing Commission issued 3,298 occupational licenses to persons participating in horse and dog racing in the State. Occupations licensed include jockeys, drivers, trainers, assistant trainers, owners of racing animals, blacksmiths, racing officials, vendors, stable employees, and pari-mutuel clerks.

2 ASSOCIATION LICENSES ISSUED

Consistent with the Massachusetts General Laws, the Commission held public hearings in the fall of 2009 on applications for four licenses to conduct running horse, harness racing, and greyhound racing meetings during 2010. Public hearings were held in Boston, Plainville, and Raynham, Massachusetts. The applications for Massasoit Greyhound Association and Taunton Greyhound Inc.

MASSACHUSETTS STATE RACING COMMISSION

were denied since betting in live greyhound racing within the Commonwealth would be prohibited in 2010 as a result of Chapter 388 of the Acts of 2008.

The Racing Commission issued a running horse racing license to Sterling Suffolk Racecourse, LLC located in East Boston MA., to conduct thoroughbred racing in calendar year 2010 at a facility known as Suffolk Downs. The Commission also issued a harness horseracing license to Ourway Realty, LLC located in Plainville, MA to conduct standardbred racing in calendar year 2010 at a facility known as Plainridge Racecourse.

In the fall of 2010, the Commission held public hearings on two applications to conduct racing in 2011. Public hearings were held in Boston and Plainville, Massachusetts resulting in the issuance of a thoroughbred racing license for 2011 to Sterling Suffolk Racecourse and a harness horse racing license for 2011 to Ourway Realty, LLC to be conducted at their respective facilities.

STATE RACING COMMISSION INSPECTORS

Acting Director of Racing

Alexandra Lightbown, D.V.M.

Acting Supervisor of Inspectors

Diane Mackey-Wallace¹

Racing Inspectors

George E. Carifio Michael T. Cunningham² Marc H. Estrich³
Richard J. Ford⁴

Racing Inspectors supervise the operation of the Commission's field offices located at Suffolk Downs, Raynham Park, Wonderland Park, and Plainridge Racecourse. These individuals must possess a thorough knowledge and ability to interpret the rules and regulations of the racing industry. Additionally, they maintain a close liaison with the Stewards, Judges, Racing Officials, Track Security, State Police, and the Racing Commission to ensure that operations at each track are efficient and effective.

PROCESSED OCCUPATIONAL LICENSE APPLICATIONS IN 2010

Occupational licenses expire annually on December 31st. Inspectors review and process license applications. In 2010, the Inspectors processed 3,298 applications and were responsible for collecting over \$88,235 in license and badge fees. They also collected \$11,275 in fines.

¹ Diane Mackey-Wallace assumed this role in April 2010.

² Michael Cunningham retired in July, 2010.

³ Marc Estrich left state service in October, 2010.

⁴ Richard J. Ford was recalled from lay-off status in July, 2010

COMPLAINTS

The Commission Inspector is the most accessible and visible Commission representative at the track. Complaints and disputes are usually initiated with the Inspectors. The complaints and disputes that cannot be resolved at the field level are then reported to the Commission Office for further action.

SUPERVISE TESTING AREA

A State Inspector supervises testing areas at each track in order to ensure proper collection and continuity of evidence for blood and urine samples obtained from racing animals. Testing Assistants who are employed for each program are trained, scheduled and supervised in their activities by the Inspectors in compliance with established procedures. In 2010, Commission Veterinarians collected 623 blood samples and Commission Testing Assistants, under supervision of the Racing Inspectors collected 2,797 urine samples from horses that participated at Massachusetts racetracks. The samples were tested at the Racing Commission Laboratory for prohibited drugs and medications that could affect the performance of a racing animal. Out of 3,420 samples collected, 13 samples tested positive for prohibitive substances.

STATE RACING COMMISSION AUDITORS

Auditor/Chief Financial Officer

Richard J. Mudarri

Auditor III

Marta M. Ferreira

Auditors

Paul M. Buttner Robert Hickman
Maryanne M. Regnetta Frank A. Sclafani

PARI-MUTUEL OPERATIONS -- COMPLIANCE ENSURED

Pari-mutuel responsibilities include overseeing the proper distribution of the handle. The handle is the total amount of money wagered at each performance and the percentage or take-out of the handle is determined by statute. Proceeds from the handle are distributed to specific categories from purse accounts to Capital and Promotional Trust Funds.

SAFEGUARDS

All money wagered at each racetrack is logged into a cash/sell totalizator (tote) system. At the start of each live race, the Commission Steward/Judge locks the wagers into the computer. For simulcast races, standard industry protocol is used to stop betting. Printouts from the tote system are audited by the Racing Commission Auditors for accuracy and compliance with current statutes.

DAILY AUDIT

A summary sheet, detailing the breakdown of the statutory take-out is prepared by Commission Auditors for each individual racing performance. For live racing, the information is provided by the on-site tote system. For signal received simulcast races, a report from the host track is faxed to the guest track. This

report is used in conjunction with on-track reports to complete the summary sheet. This activity ensures that the public, the Commonwealth, purse accounts, and all designated trust funds are properly funded. The Commission Auditors prepare a handle reconciliation report on a daily basis. This report shows the handle broken down as to live, signal sent and signal received. Further, the balance of all current unclaimed winning tickets and the liquidity of the mutuel department are audited on a daily basis by the Commission Auditors.

ANNUAL AUDIT

Racing Commission Auditors conduct annual audits with the racetracks. An annual audit of the purse accounts is conducted to ensure that appropriate funds are deposited in the appropriate accounts as required by statute, and that the funds are used appropriately when withdrawn from the accounts.

MASSACHUSETTS STATE POLICE INVESTIGATIVE UNIT

Sergeant

Michael Scanlan

Troopers

Robert Miller

Winifred Rennie

Joseph Sinkevich

The Commission's goals of protecting racing participants and the wagering public as well as maintaining the public's confidence in pari-mutuel wagering are achieved through the Commission's licensing, revenue collection, and investigative activities. The State Police Investigative Unit plays a vital role in achieving the goals of the Commission.

M.G.L. CHAPTER 128A, SECTION 8

The Racing Commission applies to the Department of Public Safety for an assignment of a complement of police officers. The Commission assigns State Police officers to guard and protect the lives and safety of the public, property, and animals' at all racing meets at the four race tracks. In the performance of their duties, the State Police Investigative Unit investigates violations of the rules of racing and the Massachusetts General Laws. The Investigative Unit's extensive responsibilities and activities have resulted in a major improvement in the Commission's regulatory/policing functions.

STABLE INSPECTIONS

Stable inspections focus on the detection of safety violations, the presence of unlicensed persons in restricted areas, and the possession of illegal medications, drugs, and syringes. These inspections are conducted by officers assigned to the State Police Unit and aid in preserving the integrity of racing. These inspections are conducted both at the racetracks and at private sites off the racetracks. The inspections are both announced and unannounced.

13 POSITIVE DRUG TESTS – 3 CONTROLLED MEDICATION VIOLATIONS

Protecting the integrity of racing involves animals racing free of prohibited drugs and medications. The Investigative Unit is responsible for ensuring that the testing areas where samples are collected are secure and that the continuity of evidence is maintained with all samples. The State Police investigate each positive drug test reported by the Racing Commission Laboratory, and interview the trainers, veterinarians and other persons responsible.

23 EJECTIONS - 90 INVESTIGATIONS - 7 ARRESTS

In 2010, the Unit conducted 90 investigations including hidden ownership of racehorses, larceny, counterfeit money, etc., that resulted in 7 arrests and/or 23 ejections from Massachusetts racetracks of persons determined to be detrimental to racing.

UNIFORMED STATE POLICE DETAILS

The State Police Investigative Unit oversees and assists the uniformed State Police detail in the test area of the horse tracks. These details are responsible for witnessing the collection of samples, ensuring the continuity of evidence for samples, and transporting samples collected in the testing area to the Racing Commission Laboratory. State Police training ensures the integrity of samples and provides expert testimony at administrative and court proceedings.

SPECIAL INVESTIGATIONS

The State Police Unit conducted thorough investigations into the background of each individual who was a party to the application for a racetrack license in Massachusetts. The State Police Unit also conducted several special investigations with other agencies and units within the State Police concerning ten per center activity, identity investigations and drug activity.

1885 BACKGROUND INVESTIGATIONS

The State Police conducted 1,885 background investigations on Racing Commission employees, racing officials, and trainers who participate at Massachusetts racetracks. They also conducted background investigations on all of the other persons licensed at Massachusetts racetracks.

THOROUGHBRED-STANDARD BRED RACING

Suffolk Downs and Plainridge Racecourse were required to schedule a minimum of 100 calendar days of live racing in 2010. The State Police Unit committed itself to maintain a constant presence at each racetrack, especially during live racing, working closely with the Stewards/Judges and other Commission and racing officials to help ensure that each track operated honestly and credibly.

STATE RACING COMMISSION LABORATORY

Chief State Veterinarian

Alexandra Lightbown, D.V.M.

Chief of Laboratory

Bruce Aspeslagh⁵ - B.S., Chemical Engineering

Senior Chemist

Encarnacion L. Bernaldo⁶ - B.S., Medical Technology

Assistant Chemists

Lucille Saccardo⁷ – B.S., Animal Science

Melchor S. Layon - A.S.

The State Racing Commission Laboratory is an important link in the Racing Commission's effort to ensure that quality racing exists within the Commonwealth. The primary function of the Commission Laboratory is to analyze samples of urine and blood for the presence of any drug that is of such character as could affect the racing condition of the animal. Samples are taken from every winning horse and any other horse(s) designated by Commission officials. A specially trained staff performs testing at facilities located within the State Laboratory Institute in Jamaica Plain.

⁵ Bruce Aspeslagh retired in December, 2010

⁶ Encarnacion Bernaldo retired In July, 2010

⁷ Lucille Saccardo was recalled from lay- off status in May, 2010.

INTEGRITY OF SAMPLES ENSURED

Special precautions are taken at all Massachusetts racetracks when post-race blood and urine samples are collected to ensure that no tampering can take place. In order to assure the continuity of evidence, every winning horse and all designated horses are under the surveillance of a uniformed State Police officer and/or Racing Commission employee from the finish of the race until the specimens are obtained. Samples are properly identified and transported immediately after the close of each racing day by a uniformed State Police officer to the Commission Laboratory in Jamaica Plain and placed in a locked laboratory locker for analysis the following day.

Racing Commission Laboratory personnel assume responsibility for custody of the samples once the samples are placed in the laboratory locker. To avoid any bias, the chemist identifies the sample by number only. After analysis, results are reported directly to the Racing Commission.

QUALITY ASSURANCE AND PROFICIENCY PROGRAMS

The Racing Commission Laboratory is a member of the Association of Official Racing Chemists (AORC) and participates in their annual Proficiency Testing Program. The Commission Laboratory also participates fully in the Association of Racing Commissioners' International (ARCI) Equine and Greyhound Quality Assurance Programs (QAP).

2,797 URINE SAMPLES – 623 BLOOD SAMPLES ANALYZED

Despite a heavy workload, the Racing Commission's Laboratory provides high quality results. The Commission Laboratory screened approximately 3,420 biological samples for the presence of illegal drugs and prohibited medications. Many other items confiscated in the course of investigations are also submitted for analysis. These items may include feed preparations, vitamins, liniments, antibiotics and other pharmaceuticals, and medical devices such as needles and syringes.

UNIFORM TESTING / SOPHISTICATED INSTRUMENTS

Each blood and urine sample received by the Commission Laboratory is screened by specialized tests to comply with ARCI-QAP guidelines for drug detection. These tests include specific extraction procedures, Thin Layer Chromatography (TLC), and Enzyme-Linked Immunosorbent Assays (ELISA).

Massachusetts allows the use of Phenylbutazone (Bute) and Furosemide (Lasix), with conditions, in horses under the direction of the Controlled Medication Program and the Bleeder Medication Program. The Commission Laboratory monitors these two drugs in all equine samples received.

If screening tests indicate the presence of a drug or unknown foreign substance in a sample, additional specialized testing is performed on that individual sample to prove or disprove the initial findings. All findings are unequivocally confirmed by use of such techniques as tandem Gas Chromatography/Mass Spectrometry.

13 DRUG FINDINGS/ 3 MEDICATION PROGRAM VIOLATIONS

Upon positive confirmation of a drug finding, the Commission Laboratory contacts the Racing Commission office in Boston, and reports the name of the drug found, track name, date of the race, and the sample identification number. Only at this time does the Racing Commission supply the Commission Laboratory with the race number, animal's name and trainer's name for inclusion in an official report. The report is directed to the State Racing Commission, with a copy to the Racing Commission State Police Investigative Unit and a copy to the respective track Judge or Steward for additional investigation and subsequent prosecution and/or other action.

During 2010, the Racing Commission Laboratory confirmed 13 drug findings and 3 medication program violations. A comprehensive report of the Laboratory's activities can be found in, "Laboratory Annual Report for 2010", at the end of this Racing Commission Annual Report.

COMMISSION VETERINARIANS

Chief State Veterinarian

Alexandra Lightbown, D.V.M.

Contract Veterinarians

Kristin Esterbrook, D.V.M. Kevin Lightbown, D.V.M. Lorraine O'Connor, D.V.M.

The Commission Veterinarians play an indispensable function in ensuring that the quality and integrity of racing within the Commonwealth remains strong by protecting the health and welfare of the equine and canine athletes in Massachusetts.

SUPERVISE THE STATE RACING COMMISSION LABORATORY

The Chief Veterinarian works with the Commission Laboratory to ensure drug testing remains current and of high quality. One method used to test the laboratory is through the use of double blind drug testing.

SUPERVISE EQUINE DRUG TESTING AREA

A Commission Veterinarian supervises the testing areas in order to ensure proper collection and continuity of evidence for blood and urine samples collected from the racing animals. In 2010, Commission Veterinarians collected 623 blood samples and Commission Testing Assistants, under the supervision of the Veterinarians, collected 2,797 urine samples.

STABLE INSPECTIONS

These inspections focus on the health, safety and welfare of the equine athletes. These inspections may encompass both on-track and off-track stabling facilities.

TESTIFY AT COMMISSION HEARINGS/MEETINGS

Commission Veterinarians testify at hearings on medication use, drug violations, animal care, new policies and procedures, etc.

MONITOR THE HEALTH OF EACH RACING ANIMAL

This is done in conjunction with the Association Veterinarian at each track. Racers are given a pre-race exam before they race and watched for signs of injury after they race. Veterinarians are on duty during racing to handle any emergencies that may arise. Commission Veterinarians also work closely with other State agencies, Veterinary schools, National Associations, etc.

BOARD OF STEWARDS/JUDGES

Enforcement of the rules and regulations of racing begins with the prosecution of violators by the Board of Stewards/Judges at the racetrack. One Steward/Judge is appointed by the racetrack and must be approved by the Racing Commission and licensed as a racing official. Two Stewards/Judges are appointed by the Racing Commission.

RESPONSIBILITIES

The Judges and Stewards are responsible for reviewing all occupational license applications and for recommending or not recommending the applicant for a license. The Judges and Stewards are present at the racetrack each day on which there is live racing, and they oversee everything from drawing of post positions to making official the results of every race. In addition, the Stewards/Judges preside over all hearings conducted at the track and report their rulings and findings to the Racing Commission.

Before post time of the first race, the Stewards/Judges review the daily program of races to note any changes or errors. Changes are reported to each department that might be affected by the change (i.e., mutuels, paddock judges, patrol judges, starters, clerk of the course, clerk of scales, program director, and announcer). All changes are also reported promptly to the wagering public.

After observing every live race, both live and on television monitors, the Stewards/Judges mark the order of finish as the horses cross the finish line. They give the first four unofficial finishers to the Mutuel Department, post an inquiry, review an objection, and request a photo finish when necessary. If there is an apparent violation of the rules, the Stewards/Judges review the videotape and then make a decision before making the results of the race official.

If a violation of the rules occurs, the judges notify the all parties involved of a scheduled hearing. After conducting the hearing the Stewards/Judges determine if any penalty of a fine or suspension, purse redistribution or other sanction should be imposed. Violators are advised of their right of appeal to the Racing Commission.

ENFORCEMENT OF RULES AND REGULATIONS

The most significant responsibility of the Commission is the enforcement of the rules and regulations of racing. It is only as a result of conscientious, consistent,

MASSACHUSETTS STATE RACING COMMISSION

and aggressive enforcement of the rules and regulations that we can ensure honest racing.

135 RULINGS -- BOARDS OF STEWARDS/JUDGES

The regulatory process begins with the promulgation of rules and regulations and concludes with the enforcement of those rules. On July 7, 1992, Chapter 101 was signed into law. Chapter 101 changed the number of State's Stewards/Judges at the racetracks from one to two. The Board of Stewards/Judges at each racetrack now consists of two persons appointed by the Racing Commission, and one person appointed by the Association, and approved by the Racing Commission. The Board of Stewards/Judges is the most significant link in the regulatory chain. The Stewards/Judges are responsible for recommending persons for licenses, and ensuring that each licensed racing association and all participants are in compliance with the rules and regulations of racing. The Stewards/Judges carefully examine every license application to determine if the applicant is eligible for a license.

APPEALS

The Racing Commission reviews the Stewards/Judges' decisions. If any licensee disagrees with a decision of the Stewards/Judges, they may appeal to the Commission. The Commission affords appellants adjudicatory hearings on the merits of their appeals. If appellants are dissatisfied with the decision of the Racing Commission, they may appeal to the Superior Court of the Commonwealth in accordance with Chapter 30A of the General Laws.

The Racing Commission's regulatory activities have resulted in improved compliance by licensees.

<u>Hearings</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Board of Judges/Stewards	135	163	134	135
Racing Commission	49	35	31	23

Sanctions

Fines	110	121	84	78
Suspensions	26	38	25	44

MASSACHUSETTS STATE RACING COMMISSION

REVENUES

RECEIPTS

FISCAL YEAR 2010 -- JULY 1, 2009 TO JUNE 30, 2010

RECEIPTS

0131	Commission	\$2,098,165.86
2700	Fines and Penalties	8,300.00
3003	Association License Fees	423,000.00
3004	Licenses and Registrations	80,960.00
4800	Assessments	746,151.43
5009	Unpaid Tickets	565,719.91
6900	Miscellaneous	<u>10,147.01</u>

TOTAL RECEIPTS: \$3,932,744.21

EXPENDITURES

FISCAL YEAR 2010-- JULY 1, 2009 TO JUNE 30, 2010

APPROPRIATION (7006-0110)

Total Available \$1,604,173.00

EXPENDITURES

AA	Regular Employee Compensation	1,149,128.40
BB	Regular Employee Related Expenses	4,943.56
CC	Contractor Payroll	98,933.70
DD	Pension/Insurance, Related Expenses	19,119.29
EE	Administration Expenses	24,444.42
JJ	Operational Services	6,417.56
LL	Equipment Lease/Maintenance	4,530.00
UU	Information Technology	<u>52,248.48</u>

MASSACHUSETTS STATE RACING COMMISSION

TOTAL EXPENDITURES

\$1,368,612.35

REVENUES

\$4,040,038.43 IN REVENUES COLLECTED

In addition to licensing racetracks and participants, the Racing Commission has a primary responsibility to collect revenue in accordance with Chapters 128A and 128C of the General Laws. Each licensed racetrack pays daily to the Racing Commission a commission as determined by law in addition to license fees and assessments. Commission Inspectors collect occupational license fees, badge fees, and fines. The State Racing Commission collected \$4,040,038.43 from Massachusetts racetracks in 2010. This figure is \$1,012,459.89 less than what was collected in 2009. All Commission activities are revenue driven as Commission expenditures come from Commission revenue and are made in a priority order in accordance with Section 5(h) of Chapter 128A. The following chart details the Commission's revenues and expenditures for 2009 and 2010.

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Racing Development and Oversight Fund
Statement of Program Revenue and Expenses
Calendar years 2010 & 2009

	<u>2010</u>	<u>2009</u>
Program Revenue:		
Commissions	\$ 1,735,855	\$ 2,617,825
Occupational licenses	79,155	91,075
Assessments	749,175	749,698
Association licenses	386,700	427,900
Fines	11,125	9,300
Unclaimed tickets (OUT's) - Note 1	1,067,044	1,145,270
Total revenue by source - Note 1	4,029,054	5,041,068
Program Expenses:		
Unclaimed tickets distributed to racetrack purse accounts - Note 1	567,304	1,145,270
Unclaimed tickets transferred to Racing Stabilization Fund - Note 1	501,324	-
Local aid (transfer to state) - Note 2	1,194,036	1,264,678
Sub total	2,262,664	2,409,948
Available for Racing Commission operations	1,766,390	2,631,120
Racing commission operations (transfer to state) - Note 4	1,421,648	1,487,750
Racing commission operations (direct charges) - Note 3	186,582	651,318
Total Racing commissions operations	1,608,230	2,139,068
Available for other program costs	158,160	492,052
Other programs costs -		
Health & welfare - stable & backstretch workers, The Eighth Pole	80,000	80,000
Economic assistance program	20,000	20,000
Compulsive gamblers - Dept. of Public Health	58,160	130,000
Total other program costs	158,160	230,000
Available for distributions to racetracks' purse accounts	-	262,052
Distributions to racetrack purse accounts	-	262,052
Fund balance, end of year	\$ -	\$ -

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
2010 RACING DEVELOPMENT AND OVERSIGHT FUND
FOOTNOTES AND COMMENTS

	On Track	Revenue Collected	
Note 1 - Handle and Revenue by track:	<u>Handle</u>	<u>Comm. & Fees</u>	<u>OUT's *</u>
Sterling Suffolk Downs	\$ 140,516,175	\$ 1,093,615	\$ 403,150
Plainridge Racetrack	49,648,536	626,231	162,570
Taunton & Massasoit Dog Tracks	42,826,268	886,026	384,266
Wonderland Greyhound Park **	11,194,266	356,138	117,057
Total revenue by track	\$ 244,185,245	\$ 2,962,010	\$ 1,067,044

* Unclaimed wagers (OUT's) collected from the horse tracks are distributed to the purse accounts of the licensees that generated the unclaimed wagers. At dog tracks unclaimed wagers are transferred to the Racing Stabilization Fund.

** Wonderland ceased operations August 18, 2010.

Note 2 - Local Aid - Transfers to State:

Local aid to host communities is the first priority expenditure of this calendar year program. It is paid quarterly at .35 percent times amounts wagered during the quarter ended six months prior to the payment. Included here as calendar year 2010 program expense are local aid distributions paid for the quarters ended March, June, September and December 2010.

Note 3 - Operations of the state racing commission (direct charges):

The following expenses for the operations of the racing commission were charged directly to the Racing Oversight Fund, account 70060001 during calendar year 2010.

	<u>Direct Charges</u>
Contract salaries stewards, judges, testing assist, and vets.	\$ 25,580
Indirect cost assessment, fringe benefits and insurance	13,212
Subscriptions and memberships	9,500
State police	33,959
Laboratory supplies	28,629
Equipment maintenance	4,530
Consultant for transition to DPL	60,480
Moving and related expenses	10,692
Total direct charges for operations of the racing commission	\$ 186,582

MASSACHUSETTS STATE RACING COMMISSION

Note 4 - Racing Commission Operations - Transfers to State:

Racing revenues deposited to this fund must reimburse the Commonwealth general fund for the operating costs of the racing commission. This is the second priority of spending from racing revenue. Included as calendar year 2010 program expense are reimbursements to the general fund for actual operating costs of the commission incurred from January 1 to December 31, 2010 - *see attached schedule.*

MASSACHUSETTS STATE RACING COMMISSION

STATE RACING COMMISSION
Budgetary / Appropriation Account REG 70060110
Operating Expenditures
CY 2010 - January 1, 2010 to December 31, 2010

Sub./ Object	Component	FY10 Expenditures 1/1/10 to 6/30/10	FY11 Expenditures 7/1/10 to 12/31/10	Total CY 2010 Expenditures 1/1/10 to 12/31/10
AA	Regular employee compensation	\$ 439,147.39	\$ 497,698.52	\$ 936,845.91
A01	Regular payroll	436,187.01	455,977.95	892,164.96
A07	Shift differential	1,336.22	725.82	2,062.04
A12	Sick leave buy back	1,669.56	15,378.20	17,047.76
A13	In lieu of vacation	(45.40)	25,616.55	25,571.15
BB	Regular employee related expenses	1,041.16	3,312.86	4,354.02
B01	Out of state travel	-	-	-
B02	In state travel	997.30	2,860.00	3,857.30
B05	Conferences, training & registrations	-	350.00	350.00
B06	Memberships, dues & license fees	-	-	-
B10	Exigent job related expenses	43.86	102.86	146.72
CC	Contract payroll	77,355.20	159,590.00	236,945.20
CC	Contact payroll: stewards, & judges, testing and vets	77,355.20	159,590.00	236,945.20
DD	Pension & insurance	8,858.68	12,982.01	21,840.69
D09	Fringe benefit reimbursement (charge back)	8,858.68	11,977.01	20,835.69
D10	Fidelity bond	-	1,005.00	1,005.00
EE	Administrative expenses	11,461.93	18,676.53	30,138.46
E01	Office and administrative supplies	2,343.69	5,880.43	8,224.12
E02	Print expenses	-	-	-
E04	Central reprographic (charge back)	-	-	-
E05	Postage (charge back)	2,302.81	534.94	2,837.75

MASSACHUSETTS STATE RACING COMMISSION

E12	Subscriptions and memberships	6,703.00	8,595.00	15,298.00
E13	Advertising expenses	-	240.95	240.95
E15	Bottled water	112.43	111.27	223.70
E56	IT Consolidation (chargeback)		3,313.94	3,313.94
E32	Liability management reduction fund	-	-	-
FF	Laboratory supplies	330.67	39,725.06	40,055.73
F05	Laboratory and testing supplies	330.67	39,725.06	40,055.73
GG	Rent on laboratory	-	77,126.00	77,126.00
G01	Rent on laboratory UMMS	-	77,126.00	77,126.00
JJ	Operational services	44.00	36,391.20	36,435.20
JJ2	Stenographic and courier services	44.00	7.80	51.80
J25	Medical procedures (autopsies on animals)	-	3,706.00	3,706.00
J28	Law enforcement - State Police overtime	-	32,677.40	32,677.40
LL	Equipment lease & maintenance	-	2,265.00	2,265.00
L45	Office equipment maintenance & repair	-	-	-
L46	Photocopy equipment maintenance & repair	-	-	-
L49	Medical equipment maintenance & repair	-	2,265.00	2,265.00
UU	Information technology	21,888.86	13,752.49	35,641.35
U02	Telecommunication services - voice (formerly E08)	7,673.38	5,627.89	13,301.27
U03	Software and info tech licenses	2,473.37	-	2,473.37
U04	Information & technology chargeback	8,644.66	2,591.88	11,236.54
U05	Information technology professionals	2,575.00	750.00	3,325.00
U08	Information technology equipment lease and rentals	-	3,222.18	3,222.18
U09	IT equipment maintenance & repair	522.45	1,560.54	2,082.99
	Total Spending for SRC Operations	\$560,127.89	\$861,519.67	\$1,421,647.56

RACING COMMISSION BUSINESS

MEETINGS AND HEARINGS

During 2010, the Racing Commission held 9 business meetings at the main Commission Office, in Boston or at other designated locations. Each meeting was called in compliance with the provisions of Chapter 372 of the Acts of 1978.

In addition, as required by Chapter 128A of the Massachusetts General Laws, in the fall of 2010, the Commission held public hearings on applications for two licenses to conduct running horse or harness racing meetings for calendar year 2011. The hearings were held in Boston and Plainville. The Commission approved the associational licenses for Sterling Suffolk Racecourse, LLC to conduct thoroughbred racing in 2011 and for Ourway Realty, LLC. to conduct harness horse racing in 2011 at their respective facilities.

The Racing Commission in 2010 presided over 23 adjudicatory hearings as a result of appeals from rulings of the Stewards and Judges at the various racetracks in the Commonwealth.

DECISIONS APPEALED TO THE RACING COMMISSION

The Racing Commission, sitting as a quasi-judicial body pursuant to the Massachusetts Administrative Procedures Act, adjudicated 23 appeals. The Commission has taken extensive precautions to ensure licensees due process throughout the appeal process. The Commission initiated a Stay-of-Suspension process. This permits licensees suspended by the Stewards/Judges for a minor violation of the rules that does not compromise the integrity of racing to continue to participate in racing until the licensee has been provided a hearing by the Commission and a decision made. Procedural safeguards were adopted to prevent licensees from abusing the Stay privilege. Hearings are conducted as soon as practicable from the time of the granting of a Stay, thereby preventing a licensee from participating while on a on a Stay status for an extended period of time.

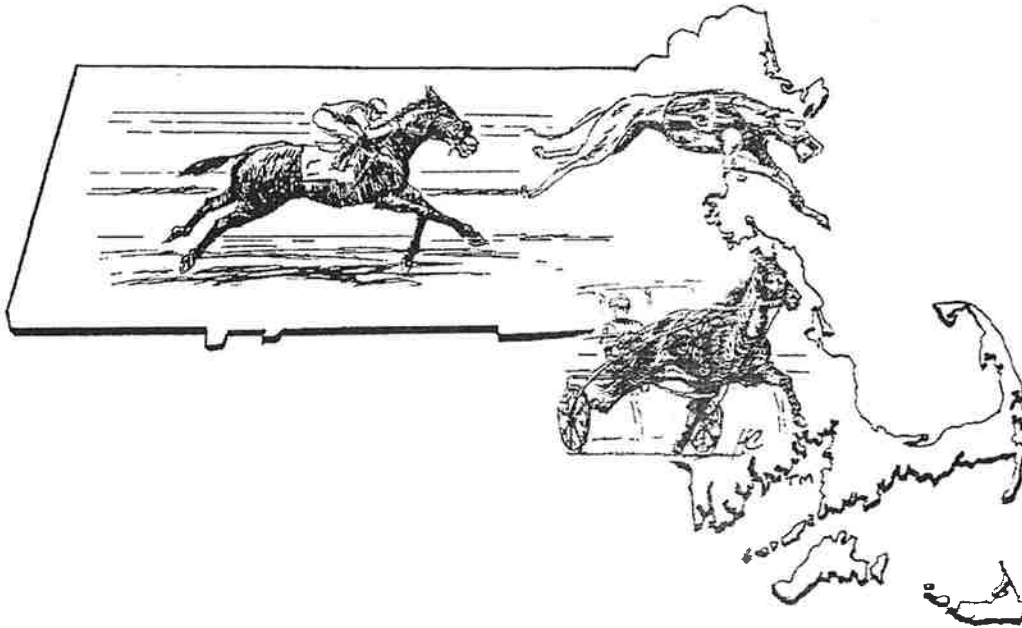
DUE PROCESS AFFORDED ALL LICENSEES

While the right to protect the public is subject to the power of the State, the accused, who is charged with a violation of the rules that may result in the loss of a license, is always entitled to a hearing pursuant to the Administrative Procedures Act. Formal disciplinary hearings held by the Racing Commission follow the requirements established in the Massachusetts Administrative Procedures Act. These requirements include issuing timely notice of hearings, providing the opportunity for an appellant to confront witnesses, and to be represented by counsel.

COMMISSION DECISIONS APPEALED TO SUPERIOR COURT

In addition to hearing appeals, the Racing Commission must prepare a complete record and legal decision for each case that is appealed to the Superior Court. When the record is completed and certified, it is forwarded to the Government Bureau of the Attorney General's Office and is assigned to an Assistant Attorney General who defends the case in court. The Commission and the Attorney General work closely together to present the best possible case in Superior Court.

The Racing Commission takes this opportunity to thank the Attorney General's Office for the diligent, professional, and expert defense of Commission cases.



RACETRACKS

NOTES ON CHARTS AND GRAPHS

In this 2010 Annual Report, the following terminology is used in reporting simulcast events.

“Signal Received” is categorized as “On Track Simulcast”, as this is the signal sent from a remote track being received locally.

“Signal Sent” is categorized as “Off-Track Simulcast”, as this is the local signal being sent to a remote track.

MASSACHUSETTS STATE RACING COMMISSION

HANDLE CALENDAR YEARS 2008, 2009, 2010

	2008	2009	% Variance	2009	2010	% Variance
Live						
Taunton	9,170,783	6,358,043	-30.67%	6,358,043	0	-100.00%
Massasoit	11,461,732	6,959,383	-39.28%	6,959,383	0	-100.00%
Wonderland	1,279,263	1,093,260	-14.54%	1,093,260	0	-100.00%
Plainridge	2,070,348	1,738,748	-16.02%	1,738,748	1,584,498	-8.87%
Suffolk	12,675,818	10,061,323	-20.63%	10,061,323	8,878,836	-11.75%
Total Live	36,657,944	26,210,757	-28.50%	26,210,757	10,463,334	-60.08%
On-Track Simulcast						
Taunton	22,021,674	19,842,897	-9.89%	19,842,897	20,518,211	3.40%
Massasoit	26,927,633	20,839,752	-22.61%	20,839,752	22,309,193	7.05%
Wonderland	25,424,300	20,651,182	-18.77%	20,651,182	11,194,266	-45.79%
Plainridge	50,871,872	50,228,514	-1.26%	50,228,514	48,064,038	-4.31%
Suffolk	117,764,929	130,672,147	10.96%	130,672,147	131,637,340	0.74%
Total On-Track	243,010,408	242,234,492	-0.32%	242,234,492	233,723,048	-3.51%
Off-Track Simulcast						
Taunton	12,482,026	6,585,513	-47.24%	6,585,513	0	-100.00%
Massasoit	16,869,802	7,586,523	-55.03%	7,586,523	0	-100.00%
Wonderland	2,281,358	1,902,692	-16.60%	1,902,692	0	-100.00%
Plainridge	11,255,581	10,053,777	-10.68%	10,053,777	9,911,390	-1.42%
Suffolk	87,066,683	96,368,019	10.68%	96,368,019	94,185,289	-2.26%
Total Off-Track	129,955,450	122,496,524	-5.74%	122,496,524	104,096,679	-15.02%
Total Handle	409,623,802	390,941,773	-4.56%	390,941,773	348,283,061	-10.91%

MASSACHUSETTS STATE RACING COMMISSION

HANDLES 2009 vs. 2010 FINANCIAL VARIANCE REPORT

Category	2009	2010	Variance	% Variance
Live Performances	665	201	-464	-69.77%
Live Handle	\$26,210,757	\$10,463,334	-\$15,747,423	-60.08%
Simulcast On-Track	\$242,234,492	\$233,723,048	-\$8,511,444	-3.51%
Simulcast Off- Track	\$122,496,524	\$104,096,679	-\$18,399,845	-15.02%
Total Simulcast	\$364,731,016	\$337,819,727	-\$26,911,289	-7.38%
Total Handle	\$390,941,773	\$348,283,061	-\$42,658,712	-10.91%
Commissions	\$2,617,824.83	\$1,735,854.51	-\$881,970.32	-33.69%
Assessments	\$749,697.97	\$749,175.04	-\$522.93	-0.07%
Association License Fee	\$427,900.00	\$386,700.00	-\$41,200.00	-9.63%
Occupational License Fee	\$91,075.00	\$79,155.00	-\$11,920.00	-13.09%
Outstanding Tickets	\$1,145,269.71	\$1,067,043.84	-\$78,225.87	-6.83%
Fines & Penalties	\$9,300.00	\$11,125.00	\$1,825.00	19.62%
Miscellaneous	<u>\$11,430.81</u>	<u>\$10,985.04</u>	<u>-\$445.77</u>	-3.90%
TOTAL REVENUES	\$5,052,498.32	\$4,040,038.43	-\$1,012,459.89	-20.04%

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION Analysis of Purses Paid Compared to Statutory Requirements - 2009

	Raynham -				
	<u>All Tracks</u>	<u>Suffolk</u>	<u>Plainridge</u>	<u>Taunton</u>	<u>Wonderland</u>
Purses paid:					
Number of live performances 2008	701	101	100	400	100
Purses paid 2008	\$ 19,650,331	\$ 11,549,339	\$ 2,821,887	\$ 3,835,326	\$ 1,443,779
2008 Average purses per performance	\$ 28,032	\$ 114,350	\$ 28,219	\$ 9,588	\$ 14,438
Number of live performances 2009	598	101	98	299	100
Purses paid 2009	\$ 15,869,562	\$ 9,407,483	\$ 2,399,960	\$ 2,920,227	\$ 1,141,892
2009 Average purses per performance	\$ 26,538	\$ 93,143	\$ 24,489	\$ 9,767	\$ 11,419
Increase (decrease) in 2009 compared to 2008	\$ (3,780,769)	\$ (2,141,856)	\$ (421,927)	\$ (915,099)	\$ (301,887)
Average change per performance	\$ (1,494)	\$ (21,206)	\$ (3,729)	\$ 178	\$ (3,019)
% change per performance	-5.3%	-18.5%	-13.2%	1.9%	-20.9%
Racing commission purse distributions made in 2009					
April 2009 (2007 OUT's returned)	1,145,270	435,029	191,557	382,834	135,850
Total Chapter 139 distributions to track purse accounts	\$ 1,145,270	\$ 435,029	\$ 191,557	\$ 382,834	\$ 135,850
Statutory purses					
Racing commission purse distributions applied to 2009 purse account - See notes	\$ 1,305,204	\$ 435,029	\$ 191,557	\$ 483,415	\$ 195,203
Purses as a percentage of handle	11,136,162	6,125,713	2,136,131	2,089,722	784,596
Breeders (as % of handle) to greyhound purses	137,702	n/a	n/a	118,217	19,485
Host in-state statutory fee (greyhound to greyhound)	28,691	n/a	n/a	27,561	1,130
Premiums received	1,671,026	1,200,498	214,051	158,605	97,872
Minimum purses required for 2009	14,278,785	7,761,240	2,541,739	2,877,520	1,098,286
Actual purses paid by track for 2009	15,869,562	9,407,483	2,399,960	2,920,227	1,141,892
Variance - over / (under) statutory amounts	\$ 1,590,777	\$ 1,646,243	\$ (141,779)	\$ 42,707	\$ 43,606

MASSACHUSETTS STATE RACING COMMISSION

Notes on Determining Amount of Purse Distributions Applied to 2009 Purses:

Suffolk - Prior to the beginning of the racing meet, Suffolk negotiates with the horsemen to determine how much will be paid in purses over the term of the meet. The process includes negotiations with the horsemen and takes into consideration the amounts projected as statutory purses, including as a percentage of handle, the premiums received via Chapter 128 purse distributions. All Chapter 128 distributions received during 2009 were applied to the 2009 purse account.

Plainridge - Similar to Suffolk - Prior to the beginning of the racing meet, Plainridge makes a determination as to how much will be paid in purses over the term of the meet. This is done with negotiations with the horsemen. It is intended to approximate statutory purses, including as a percentage of handle, premiums received and all 2009 Chapter 128 purse distributions received during 2009.

Raynham-Taunton - The purse account is funded directly through statutory purse amounts or negotiated amounts determined as a percentage of handle plus premiums received. Periodic payments are made to the winners for the full amount collected. In addition, Chapter 128 purse distributions are added to the track's purse account and paid out periodically as follows: Unclaimed tickets purse distributions received are paid out in equal amounts over the subsequent 52 weeks. Accordingly there will be some timing differences between when Chapter 128 distributions are received and when they are applied to purses, e.g. some distributions received during 2008 were applied to the 2009 purse account

Wonderland - Similar to Raynham-Taunton - The purse account is funded directly through statutory purse amounts or negotiated amounts determined as a percentage of handle plus premiums received. Periodic payments are made to the winners for the full amount collected. In addition, Chapter 128 purse distributions are added to the tracks' purse account and paid out periodically as follows: Unclaimed tickets purse distributions are paid out in equal amounts over the subsequent 52 weeks after receipt. Accordingly there will be some timing differences between when Chapter 128 distributions are received when they are applied to purses, e.g. some distributions received during 2008 were applied to the 2009 purse account.

STERLING SUFFOLK RACECOURSE LLC

SUFFOLK DOWNS BOARD OF STEWARDS

Commission Stewards

Susan K. Walsh

John H. Morrissey

Association Stewards

Edward Cantlon, Jr.

ADMINISTRATIVE HEARINGS

The primary responsibility of the Stewards is to interpret and enforce the rules of racing as promulgated by the Commonwealth of Massachusetts.

In carrying out this duty, the Stewards presided as judges, issuing 89 rulings in 2010, resulting in 46 fines and 32 suspensions.

MASSACHUSETTS STATE RACING COMMISSION

Suffolk 2009 vs. 2010 FINANCIAL VARIANCE REPORT

Category	2009	2010	Variance	% Variance
Live Performances	101	101	0	0.00%
Live Handle	\$10,061,323	\$8,878,836	-\$1,182,487	-11.75%
Simulcast On-Track	\$130,672,147	\$131,637,340	\$965,193	0.74%
Simulcast Off-Track	\$96,368,019	\$94,185,289	-\$2,182,730	-2.26%
Total Simulcast	\$227,040,166	\$225,822,629	-\$1,217,537	-0.54%
Total Handle	\$237,101,489	\$234,701,465	-\$2,400,024	-1.01%
Commissions	\$590,816.41	\$558,363.69	-\$32,452.72	-5.49%
Assessments	\$340,181.09	\$378,251.90	\$38,070.81	11.19%
Association License Fee	\$107,400.00	\$100,500.00	-\$6,900.00	-6.42%
Occupational License Fee	\$51,115.00	\$50,650.00	-\$465.00	-0.91%
Outstanding Tickets	\$435,028.85	\$403,149.76	-\$31,879.09	-7.33%
Fines & Penalties	\$5,125.00	\$5,850.00	\$725.00	14.15%
Miscellaneous	<u>\$6,351.80</u>	<u>\$5,858.80</u>	<u>-\$493.00</u>	-7.76%
TOTAL REVENUES	\$1,536,018.15	\$1,502,624.15	-\$33,394.00	-2.17%

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Summary of Pari-mutuel Activities at Suffolk
 January 01, 2010 to December 31, 2010

Type: All Track Groups
 Pools and Commissions

Number of Events: 563

Menu	Pools	Commissions
Win/Place/Show	\$28,297,802	\$4,817,331.10
Exotic	48,719,818	10,841,081.87
Total	\$77,017,620	\$15,658,412.97

Distribution of Breaks

Association Breaks	\$0.00
Breaks to Stabilization Fund	0.00
Breaks to CIF	402,661.31
Minus Breaks	78,314.89
Net Breakage	\$324,346.42

Premiums

Suffolk	\$645,990.48
Plainridge	128,161.92
Raynham	0.00
Wonderland	0.00
Total Premiums	\$774,152.40

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$118,782.39	0.00000	\$199,428.06	\$318,210.45
Racing Stabilization Fund	0.00000	0.00	0.00000	0.00	0.00
Capital Improvement Fund	0.00000	0.00	0.00000	8,503.80	8,503.80
Promotional Fund	0.00000	38,787.84	0.00000	72,853.87	111,641.71
Purses	0.00000	1,283,748.24	0.00000	2,193,737.99	3,477,486.23
Breeders	0.00000	156,763.94	0.00000	270,155.98	426,919.92
In-State Host Fee	0.00000	3,331.57	0.00000	9,011.64	12,343.21
Premiums	0.00000	271,148.58	0.00000	501,823.23	772,971.81
Tufts Veterinary	0.00000	0.00	0.00000	22,304.99	22,304.99
Division of Fairs	0.00000	0.00	0.00000	0.00	0.00
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	11,772,161.27	0.00000	18,679,326.34	30,451,487.61
Total Fees	0.00000	13,644,723.82	0.00000	21,957,145.90	35,601,869.72
Retained by Track	0.00000	-8,827,392.72	0.00000	11,116,064.03	19,943,456.75
Total Commission	0.00000	\$4,817,331.10	0.00000	10,841,081.87	15,658,412.97

State Commission	\$318,210.45	Promo Fund	\$111,641.71
Daily License Fee	98,700.00	Cap Fund	\$411,165.11
Assessment	427,626.70	Grey Adopt	\$0.00
Sub Total	\$844,537.15	Stabilization	\$0.00

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Summary of Pari-mutuel Activities at Express Bets
 January 01, 2010 to December 31, 2010

Type: All Track Groups

Number of Events: 106

Pools and Commissions

Menu	Pools	Commissions
Win/Place/Show	\$1,440,186	\$242,334.42
Exotic	3,421,429	751,675.65
Total	\$4,861,615	\$994,010.07

Distribution of Breaks

Association Breaks	\$34.17
Breaks to Stabilization Fund	0.00
Breaks to CIF	20,851.48
Minus Breaks	309.49
Net Breakage	\$20,576.16

Premiums

Suffolk	\$29,942.00
Plainridge	0.00
Raynham	4,038.75
Wonderland	169.68
Total Premiums	\$34,150.43

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$5,574.97	0.00000	\$13,157.77	\$18,732.74
Racing Stabilization Fund	0.00000	0.00	0.00000	0.00	0.00
Capital Improvement Fund	0.00000	4.88	0.00000	1,485.78	1,490.65
Promotional Fund	0.00000	1,727.27	0.00000	5,471.69	7,198.96
Purses	0.00000	59,178.42	0.00000	140,390.54	199,568.96
Breeders	0.00000	7,128.93	0.00000	18,158.42	25,287.35
In-State Host Fee	0.00000	291.72	0.00000	2,093.08	2,384.80
Premiums	0.00000	9,060.86	0.00000	21,050.82	30,111.68
Tufts Veterinary	0.00000	0.00	0.00000	331.55	331.55
Division of Fairs	0.00000	0.00	0.00000	0.00	0.00
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	121,979.11	0.00000	261,880.66	383,859.77
Total Fees	0.00000	204,946.14	0.00000	464,020.31	668,966.45
Retained by Track	0.00000	37,388.28	0.00000	287,655.34	325,043.62
Total Commission	0.00000	\$242,334.42	0.00000	\$751,675.65	\$994,010.07

State Commission	\$18,732.74	Promo Fund	\$7,198.96
Daily License Fee	0.00	Cap Fund	\$22,342.13
Assessment	0.00	Grey Adopt	\$0.00
Sub Total	\$18,732.74	Stabilization	\$0.00

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
 Summary of Pari-mutuel Activities at You Bet
 January 01, 2010 to December 31, 2010

Type: All Track Groups
 Pools and Commissions

Number of Events: 252

Menu	Pools	Commissions
Win/Place/Show	\$3,645,572	\$0.00
Exotic	7,790,899	2,274,683.60
Total	\$11,436,471	\$2,274,683.60

Distribution of Breaks

Association Breaks	\$2.76
Breaks to Stabilization Fund	0.00
Breaks to CIF	39,033.56
Minus Breaks	5,062.13
Net Breakage	\$33,974.19

Premiums

Suffolk	\$147,065.15
Plainridge	23,597.32
Raynham	0.00
Wonderland	370.83
Total Premiums	\$171,033.30

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$13,754.59	0.00000	\$27,261.21	\$41,015.80
Racing Stabilization Fund	0.00000	0.00	0.00000	0.00	0.00
Capital Improvement Fund	0.00000	0.46	0.00000	5,765.39	5,765.84
Promotional Fund	0.00000	3,857.52	0.00000	13,409.61	17,267.12
Purses	0.00000	146,765.04	0.00000	290,948.60	437,713.63
Breeders	0.00000	16,880.82	0.00000	39,224.23	56,105.05
In-State Host Fee	0.00000	327.69	0.00000	430.87	758.56
Premiums	0.00000	61,693.06	0.00000	122,753.76	184,446.82
Tufts Veterinary	0.00000	0.00	0.00000	75.71	75.71
Division of Fairs	0.00000	0.00	0.00000	0.00	0.00
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	88,753.93	0.00000	167,329.06	256,082.99
Total Fees	0.00000	332,033.10	0.00000	667,198.43	999,231.53
Retained by Track	0.00000	-332,033.10	0.00000	1,607,485.17	1,275,452.07
Total Commission	0.00000	\$0.00	0.00000	\$2,274,683.60	\$2,274,683.60

State Commission	\$41,015.80	Promo Fund	\$17,267.12
Daily License Fee	0.00	Cap Fund	\$44,799.40
Assessment	0.00	Grey Adopt	\$0.00
Sub Total	\$41,015.80	Stabilization	\$0.00

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Summary of Pari-mutuel Activities at TVG
 January 01, 2010 to December 31, 2010

Type: All Track Groups
 Pools and Commissions

Number of Events: 654

Menu	Pools	Commissions
Win/Place/Show	\$12,956,612	\$2,163,650.44
Exotic	21,215,403	4,669,689.29
Total	\$34,172,015	\$6,833,339.73

Distribution of Breaks

Association Breaks	\$5.78
Breaks to Stabilization Fund	0.00
Breaks to CIF	135,232.41
Minus Breaks	6,830.81
Net Breakage	\$128,407.38

Premiums

Suffolk	\$183,394.98
Plainridge	43,475.42
Raynham	0.00
Wonderland	9.18
Total Premiums	\$226,879.58

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$49,612.09	0.00000	\$80,992.15	\$130,604.24
Racing Stabilization Fund	0.00000	0.00	0.00000	0.00	0.00
Capital Improvement Fund	0.00000	1.16	0.00000	9,614.99	9,616.14
Promotional Fund	0.00000	15,149.67	0.00000	34,203.12	49,352.79
Purses	0.00000	530,441.87	0.00000	869,427.74	1,399,869.61
Breeders	0.00000	63,364.06	0.00000	112,772.34	176,136.40
In-State Host Fee	0.00000	0.00	0.00000	0.00	0.00
Premiums	0.00000	83,887.60	0.00000	136,307.16	220,194.76
Tufts Veterinary	0.00000	0.00	0.00000	1,892.29	1,892.29
Division of Fairs	0.00000	0.00	0.00000	0.00	0.00
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	528,519.13	0.00000	885,390.03	1,413,909.16
Total Fees	0.00000	1,270,975.57	0.00000	2,130,599.81	3,401,575.38
Retained by Track	0.00000	892,674.87	0.00000	2,539,089.48	3,431,764.35
Total Commission	0.00000	\$2,163,650.44	0.00000	\$4,669,689.29	\$6,833,339.73

State Commission	\$130,604.24	Promo Fund	\$49,352.79
Daily License Fee	0.00	Cap Fund	\$144,848.55
Assessment	0.00	Grey Adopt	\$0.00
Sub Total	\$130,604.24	Stabilization	\$0.00

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Summary of Pari-mutuel Activities at Twin Spires
 January 01, 2010 to December 31, 2010

Type: All Track Groups
 Pools and Commissions

Number of Events: 139

Menu	Pools	Commissions
Win/Place/Show	\$4,154,209	\$0.00
Exotic	8,874,245	2,675,644.21
Total	\$13,028,454	\$2,675,644.21

Distribution of Breaks

Association Breaks	\$1.68
Breaks to Stabilization Fund	0.00
Breaks to CIF	52,440.67
Minus Breaks	2,177.62
Net Breakage	\$50,264.73

Premiums

Suffolk	\$62,113.92
Plainridge	11,575.43
Raynham	4.02
Wonderland	0.00
Total Premiums	\$73,693.37

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$15,845.20	0.00000	\$33,955.20	\$49,800.40
Racing Stabilization Fund	0.00000	0.00	0.00000	0.00	0.00
Capital Improvement Fund	0.00000	0.21	0.00000	2,494.89	2,495.09
Promotional Fund	0.00000	4,896.55	0.00000	13,189.17	18,085.72
Purses	0.00000	169,327.71	0.00000	364,914.23	534,241.94
Breeders	0.00000	20,354.77	0.00000	46,519.28	66,874.05
In-State Host Fee	0.00000	485.21	0.00000	1,629.76	2,114.97
Premiums	0.00000	27,581.86	0.00000	46,107.49	73,689.35
Tufts Veterinary	0.00000	0.00	0.00000	937.11	937.11
Division of Fairs	0.00000	0.00	0.00000	0.00	0.00
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	201,105.94	0.00000	382,807.66	583,913.61
Total Fees	0.00000	439,597.45	0.00000	892,554.79	1,332,152.24
Retained by Track	0.00000	-439,597.45	0.00000	1,783,069.42	1,343,491.97
Total Commission	0.00000	\$0.00	0.00000	\$2,675,644.21	\$2,675,644.21

State Commission	\$49,800.40	Promo Fund	\$18,085.72
Daily License Fee	0.00	Cap Fund	\$54,935.76
Assessment	0.00	Grey Adopt	\$0.00
Sub Total	\$49,800.40	Stabilization	\$0.00

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Sterling Suffolk Racecourse, LLP (6000177133)

Capital Improvement Trust Fund (7006 0022)

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, Beginning of period	\$ 441,936.85
Program revenue & interest	<u>751,104.68</u>
Funds available	1,193,041.53
Less expenditures	<u>240,324.82</u>
Fund balance, end of period	952,716.71
Funds required for approved projects	<u>100,000.00</u>
Excess or (deficit) of funds available for approved projects	<u>\$ 852,716.71</u>

Status of Individual Projects

<u>Work Item</u>	<u>Number</u>	Balance @ 7/1/09, <u>Approved Reim.</u> <u>or RFR Amount</u>	RFR <u>Rec'd</u>	FY2010 <u>Expenditures</u>	Status/ Funds <u>Required</u>
Architect & engineering fees	none	n/a	n/a	\$ 9,030.00	n/a
Forklift	SCI 08-4	69,604.45	RFR	69,604.45	-
Racetrack	SCI 09-1	100,000.00	N	-	100,000.00
Barn area	SCI 09-2	94,154.04	RFR	94,154.04	-
Catch basin filters	SCI 09-3	22,348.75	RFR	22,348.75	-
Escalators	SCI 09-4	28,373.06	RFR	28,373.06	-
Lawn mower	SCI 09-5	9,562.50	RFR	9,562.50	-
Programs Computer	SCI 09-6	7,252.02	RFR	7,252.02	-
		<u>\$ 331,294.82</u>		<u>\$ 240,324.82</u>	<u>\$ 100,000.00</u>

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Sterling Suffolk Racecourse, LLP (6000177133)

Promotional Trust Fund (7006 0021)

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, beginning of period	\$ 4,398.48
Program revenue & interest	<u>215,414.76</u>
Funds available	219,813.24
Less expenditures	<u>107,000.00</u>
Fund balance, end of period	112,813.24
Funds required for approved projects	<u>416,000.00</u>
Excess (deficit) of funds available for approved projects	<u><u>\$ (303,186.76)</u></u>

Status of Individual Projects

<u>Work Item</u>	<u>Project Number</u>	Balance @ 7/1/09, <u>Approved Reim. or RFR Amount</u>	<u>RFR Rec'd</u>	<u>FY2010 Expenditures</u>	<u>Status/ Funds Required</u>
2007 Spring Fall Campaign	SPT 07-1	523,000.00	RFR	107,000.00	416,000.00
		<u>\$ 523,000.00</u>		<u>\$ 107,000.00</u>	<u>\$ 416,000.00</u>

PLAINRIDGE RACECOURSE

PLAINRIDGE BOARD OF JUDGES

Commission Judges

Joseph Michienzie Lawrence Rooney Salvatore Panzera

* Richard Ford
(until recalled as Inspector in July)

Association Judge

Peter Tomilla

ADMINISTRATIVE HEARINGS

The primary responsibility of the Board of Judges is to interpret and enforce the rules of racing as promulgated by the Commonwealth of Massachusetts.

In carrying out this duty, the Judges issued 46 rulings in 2010. These rulings included 12 suspensions, 32 fines and other rulings for miscellaneous infractions and/or purse redistributions.

MASSACHUSETTS STATE RACING COMMISSION

Plainridge 2009 vs. 2010 FINANCIAL VARIANCE REPORT

Category	2009	2010	Variance	% Variance
Live Performances	100	100	0	0.00%
Live Handle	\$1,738,748	\$1,584,498	-\$154,250	-8.87%
Simulcast On-Track	\$50,228,514	\$48,064,038	-\$2,164,476	-4.31%
Simulcast Off- Track	\$10,053,777	\$9,911,390	-\$142,387	-1.42%
Total Simulcast	\$60,282,291	\$57,975,428	-\$2,306,863	-3.83%
Total Handle	\$62,021,039	\$59,559,926	-\$2,461,113	-3.97%
Commissions	\$339,291.08	\$332,350.80	-\$6,940.28	-2.05%
Assessments	\$144,056.61	\$150,260.25	\$6,203.64	4.31%
Association License Fee	\$110,400.00	\$110,700.00	\$300.00	0.27%
Occupational License Fee	\$28,890.00	\$27,645.00	-\$1,245.00	-4.31%
Outstanding Tickets	\$191,556.94	\$162,570.35	-\$28,986.59	-15.13%
Fines & Penalties	\$3,525.00	\$5,275.00	\$1,750.00	49.65%
Miscellaneous	<u>\$3,100.80</u>	<u>\$2,845.00</u>	<u>-\$255.80</u>	-8.25%
TOTAL REVENUES	\$820,820.43	\$791,646.40	-\$29,174.03	-3.55%

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Summary of Pari-mutuel Activities at Plainridge
 January 01, 2010 to December 31, 2010

Type: All Track Groups
 Pools and Commissions

Number of Events: 135

Menu	Pools	Commissions
Win/Place/Show	\$15,712,994	\$2,672,512.29
Exotic	33,935,542	7,693,235.84
Total	\$49,648,536	10,365,748.13

Distribution of Breaks

Association Breaks	\$13,235.04
Breaks to Stabilization Fund	0.00
Breaks to CIF	221,400.42
Minus Breaks	24,323.76
Net Breakage	\$210,311.70

Premiums

Suffolk	\$638,833.35
Plainridge	0.00
Raynham	136,124.55
Wonderland	0.00
Total Premiums	\$774,957.90

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$72,007.85	0.00000	\$260,343.41	\$332,351.26
Racing Stabilization Fund	0.00000	0.00	0.00000	0.00	0.00
Capital Improvement Fund	0.00000	1,361.94	0.00000	53,978.02	55,339.96
Promotional Fund	0.00000	17,356.05	0.00000	80,598.56	97,954.61
Purses	0.00000	639,786.20	0.00000	1,394,824.59	2,034,610.78
Breeders	0.00000	70,913.85	0.00000	164,746.78	235,660.63
In-State Host Fee	0.00000	46,003.87	0.00000	73,399.92	119,403.79
Premiums	0.00000	240,021.91	0.00000	401,258.44	641,280.35
Tufts Veterinary	0.00000	0.00	0.00000	0.00	0.00
Division of Fairs	0.00000	0.00	0.00000	1,668.18	1,668.18
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	673,644.43	0.00000	1,329,705.27	2,003,349.70
Total Fees	0.00000	1,761,096.10	0.00000	3,760,523.16	5,521,619.26
Retained by Track	0.00000	911,416.19	0.00000	3,932,712.68	4,844,128.87
Total Commission	0.00000	\$2,672,512.29	0.00000	\$7,693,235.84	10,365,748.13

State Commission	\$332,351.26	Promo Fund	\$97,954.61
Daily License Fee	108,900.00	Cap Fund	\$276,740.38
Assessment	153,905.90	Grey Adopt	\$0.00
Sub Total	\$595,157.16	Stabilization	\$0.00

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Ourway - Plainridge Race Course

Capital Improvement Trust Fund (7006 0013)

Statement of Activities

FY 2010 - July 2009 through June 2010

Fund balance, Beginning of period	\$114,635.58
Program revenue & interest	<u>272,676.96</u>
Funds available	387,312.54
Less expenditures	<u>94,962.00</u>
Fund balance, end of period	292,350.54
Funds required for projects	<u> </u>
Excess or (deficit) of funds available for approved projects	<u><u>292,350.54</u></u>

Status of Individual Projects

<u>Work Item</u>	<u>Project Number</u>	Balance @ 7/1/09, <u>Approved Reim. or RFR Amount</u>	<u>RFR Rec'd</u>	<u>FY2010 Expenditures</u>	<u>Status/ Funds Required</u>
Architect & engineering fees	none	n/a	n/a	\$ 1,420.00	n/a
Various Operational Equip	PCI 09-01	93,542.00	RFR	93,542.00	-
				-	
		\$ 93,542.00		\$ 94,962.00	

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

**Ourway - Plainridge Race Course
Promotional Trust Fund (7006 0012)**

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, beginning of period	\$ 128,005.92
Program revenue & interest	<u>96,843.36</u>
Funds available	224,849.28
Less expenditures	<u>120,000.00</u>
Fund balance, end of period	104,849.28
Funds required for approved projects	<u>-</u>
Excess (deficit) of funds available for approved projects	<u>\$ 104,849.28</u>

Status of Individual Projects

<u>Work Item</u>	<u>Project Number</u>	<u>Balance @ 7/1/09, Approved Reim. or RFR Amount</u>	<u>RFR Rec'd</u>	<u>FY2010 Expenditures</u>	<u>Status/ Funds Required</u>
Uplink (paid 8/08 to 3/09)	PPT 09- 1	79,200.00	RFR	79,200.00	
Uplink (paid 4/09 to 5/09)	PPT 09- 2	40,800.00	RFR	40,800.00	
		<u>\$ 120,000.00</u>		<u>\$ 120,000.00</u>	

STATUS OF GREYHOUND RACETRACKS IN 2010

As a result of Chapter 388 of the Acts of 2008, the two greyhound racetracks located in the Commonwealth were precluded from conducting greyhound races effective January 1, 2010. Therefore, no live greyhound races were conducted during 2010.

Chapter 167 of the Acts of 2009, and subsequently, Chapter 203 of the Acts of 2010 allowed these facilities to continue operations as simulcasting venues without conducting the minimum of 100 live racing performances mandated by Chapter 128C of the General Laws. These facilities offered pari-mutuel wagering on greyhound races conducted outside the Commonwealth as well as both in-state and out of state thoroughbred and harness races, with conditions.

Massasoit Greyhound Association and Taunton Greyhound, Inc. continued simulcasting operations throughout 2010 at Raynham/Taunton Greyhound Park.

Wonderland Greyhound Park continued simulcasting operations, at their facility, until August 18, 2010, when it closed down its racing activities.

MASSACHUSETTS STATE RACING COMMISSION

Massasoit 2009 vs. 2010 FINANCIAL VARIANCE REPORT

Category	2009	2010	Variance	% Variance
Live Performances	155	0	-155	-100.00%
Live Handle	\$6,959,383	\$0	-\$6,959,383	-100.00%
Simulcast On-Track	\$20,839,752	\$22,309,193	\$1,469,441	7.05%
Simulcast Off- Track	\$7,586,523	\$0	-\$7,586,523	-100.00%
Total Simulcast	\$28,426,275	\$22,309,193	-\$6,117,082	-21.52%
Total Handle	\$35,385,658	\$22,309,193	-\$13,076,465	-36.95%
Commissions	\$621,283.16	\$300,337.01	-\$320,946.15	-51.66%
Assessments	\$96,225.03	\$93,361.61	-\$2,863.42	-2.98%
Association License Fee	\$51,300.00	\$54,300.00	\$3,000.00	5.85%
Occupational License Fee	\$7,925.00	\$230.00	-\$7,695.00	-97.10%
Outstanding Tickets	\$382,834.32	\$384,266.40	\$1,432.08	0.37%
Fines & Penalties	\$225.00	\$0.00	-\$225.00	-100.00%
Miscellaneous	<u>\$555.00</u>	<u>\$340.91</u>	<u>-\$214.09</u>	-38.57%
TOTAL REVENUES	\$1,160,347.51	\$832,835.93	-\$327,511.58	-28.23%

MASSACHUSETTS STATE RACING COMMISSION

Taunton 2009 vs. 2010 FINANCIAL VARIANCE REPORT

Category	2009	2010	Variance	% Variance
Live Performances	209	0	-209	-100.00%
Live Handle	\$6,358,043	\$0	-\$6,358,043	-100.00%
Simulcast On-Track	\$19,842,897	\$20,518,211	\$675,314	3.40%
Simulcast Off- Track	\$6,585,513	\$0	-\$6,585,513	-100.00%
Total Simulcast	\$26,428,410	\$20,518,211	-\$5,910,199	-22.36%
Total Handle	\$32,786,453	\$20,518,211	-\$12,268,242	-37.42%
Commissions	\$571,055.25	\$301,636.22	-\$269,419.03	-47.18%
Assessments	\$94,909.04	\$82,310.36	-\$12,598.68	-13.27%
Association License Fee	\$52,200.00	\$53,400.00	\$1,200.00	2.30%
Occupational License Fee	\$535.00	\$450.00	-\$85.00	-15.89%
Outstanding Tickets	\$0.00	\$0.00	\$0.00	
Fines & Penalties	\$375.00	\$0.00	-\$375.00	-100.00%
Miscellaneous	<u>\$15.00</u>	<u>\$90.00</u>	<u>\$75.00</u>	500.00%
TOTAL REVENUES	\$719,089.29	\$437,886.58	-\$281,202.71	-39.11%

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION
Summary of Pari-mutuel Activities at Raynham
 January 01, 2010 to December 31, 2010

Type: All Track Groups
 Pools and Commissions

Number of Events: 110

Menu	Pools	Commissions
Win/Place/Show	\$8,269,593.11	\$1,410,436.98
Exotic	34,557,811.77	7,888,698.18
Total	\$42,827,404.88	\$9,299,135.16

Distribution of Breaks

Association Breaks	\$0.00
Breaks to Stabilization Fund	136,013.45
Breaks to CIF	0.00
Minus Breaks	2,071.21
Net Breakage	\$133,942.24

Premiums

Suffolk	\$569,278.92
Plainridge	121,242.90
Raynham	0.00
Wonderland	0.00
Total Premiums	\$690,521.82

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$68,531.48	0.00000	\$533,445.96	\$601,977.44
Racing Stabilization Fund	0.00000	320,857.55	0.00000	1,218,119.62	1,538,977.17
Capital Improvement Fund	0.00000	4,414.18	0.00000	56,590.42	61,004.60
Promotional Fund	0.00000	11,995.17	0.00000	73,762.02	85,757.19
Purses	0.00000	0.00	0.00000	0.00	0.00
Breeders	0.00000	0.00	0.00000	0.00	0.00
In-State Host Fee	0.00000	26,104.76	0.00000	89,257.41	115,362.17
Premiums	0.00000	199,876.47	0.00000	489,366.48	689,242.95
Tufts Veterinary	0.00000	0.00	0.00000	0.00	0.00
Division of Fairs	0.00000	0.00	0.00000	1,526.93	1,526.93
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	270,675.65	0.00000	1,043,187.79	1,313,863.45
Total Fees	0.00000	902,455.26	0.00000	3,505,256.62	4,407,711.89
Retained by Track	0.00000	507,981.72	0.00000	4,383,441.56	4,891,423.27
Total Commission	0.00000	\$1,410,436.98	0.00000	\$7,888,698.18	\$9,299,135.16

State Commission	\$601,977.44	Promo Fund	\$85,757.19
Daily License Fee	107,700.00	Cap Fund	\$61,004.60
Assessment	167,370.75	Grey Adopt	\$0.00
Sub Total	\$877,048.19	Stabilization	1,674,990.62

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Raynham - Taunton Dog Track (Consolidated)

Capital Improvement Trust Fund (7006 0019)

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, Beginning of period	\$ 174,630.22
Program revenue & interest	<u>147,284.38</u>
Funds available	321,914.60
Less program expenditures	<u>269,872.12</u>
Fund balance, before transfer to Racing Stabilization Fund	52,042.48
Less amount transferred to Racing Stabilization Fund	<u>46,151.38</u>
Cash balance at end of fiscal year	5,891.10
Due to Racing Stabilization Fund	<u>5,891.10</u>
Fund balance at end of fiscal year	<u><u>\$ (0.00)</u></u>

Status of Individual Projects

<u>Work Item</u>	<u>Project Number</u>	<u>Balance @ 7/1/09, Approved Reim. or RFR Amount</u>	<u>RFR Rec'd</u>	<u>FY2010 Expenditures</u>	<u>Status/ Funds Required</u>
Architect & engineering fees	none	n/a	n/a	\$ 5,467.50	n/a
Handicap accessibility	MCI 09-5	15,666.00	RFR	15,666.00	-
Various equip & improvements	MCI 09-7	69,777.30	RFR	69,777.30	-
Generator improvements	MCI 09-8	39,533.41	RFR	39,533.41	-
Program printing copier	MCI 09-9	139,427.91	RFR	139,427.91	-
		<u>\$ 264,404.62</u>		<u>\$ 269,872.12</u>	

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Raynham - Taunton Dog Track (Consolidated)

Promotional Trust Fund (7006 0018)

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, beginning of period	\$ 20,061.25
Program revenue & interest	<u>112,562.82</u>
Funds available	132,624.07
Less program expenditures	<u>43,111.29</u>
Fund balance, before transfer to Racing Stabilization Fund	89,512.78
Less amount transferred to Racing Stabilization Fund	<u>80,930.22</u>
Cash balance at end of fiscal year	8,582.56
Due to Racing Stabilization Fund	<u>8,582.56</u>
Fund balance at end of fiscal year	<u><u>\$ -</u></u>

Status of Individual Projects

<u>Work Item</u>	<u>Project Number</u>	Balance @ 7/1/09, <u>Approved Reim. or RFR Amount</u>	RFR <u>Rec'd</u>	FY2010 <u>Expenditures</u>	Status/ Funds <u>Required</u>
Sprint & Media - June 06	TPT 07-1	43,111.29	RFR	43,111.29	-
				-	-
		<u>\$ 43,111.29</u>		<u>\$ 43,111.29</u>	<u>\$ -</u>

MASSACHUSETTS STATE RACING COMMISSION

Wonderland 2009 vs. 2010 FINANCIAL VARIANCE REPORT

Category	2009	2010	Variance	% Variance
Live Performances	100	0	-100	-100.00%
Live Handle	\$1,093,260	\$0	-\$1,093,260	-100.00%
Simulcast On-Track	\$20,651,182	\$11,194,266	-\$9,456,916	-45.79%
Simulcast Off- Track	\$1,902,692	\$0	-\$1,902,692	-100.00%
Total Simulcast	\$22,553,874	\$11,194,266	-\$11,359,608	-50.37%
Total Handle	\$23,647,134	\$11,194,266	-\$12,452,868	-52.66%
Commissions	\$495,378.93	\$243,166.79	-\$252,212.14	-50.91%
Assessments	\$74,326.20	\$44,990.92	-\$29,335.28	-39.47%
Association License Fee	\$106,600.00	\$67,800.00	-\$38,800.00	-36.40%
Occupational License Fee	\$2,610.00	\$180.00	-\$2,430.00	-93.10%
Outstanding Tickets	\$135,849.60	\$117,057.33	-\$18,792.27	-13.83%
Fines & Penalties	\$50.00	\$0.00	-\$50.00	-100.00%
Miscellaneous	<u>\$1,408.21</u>	<u>\$1,850.33</u>	<u>\$442.12</u>	31.40%
TOTAL REVENUES	\$816,222.94	\$475,045.37	-\$341,177.57	-41.80%

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION Summary of Pari-mutuel Activities at Wonderland

January 01, 2010 to December 31, 2010

Type: All Track Groups
Pools and Commissions

Number of Events: 396

Menu	Pools	Commissions
Win/Place/Show	\$1,550,168	\$283,869.41
Exotic	9,644,098	2,244,890.14
Total	\$11,194,266	\$2,528,759.55

Distribution of Breaks

Association Breaks	\$0.00
Breaks to Stabilization Fund	29,175.48
Breaks to CIF	0.00
Minus Breaks	1,808.98
Net Breakage	\$27,366.50

Premiums

Suffolk	\$47,939.26
Plainridge	6,106.35
Raynham	153,592.02
Wonderland	0.00
Total Premiums	\$207,637.63

Distribution of Commissions	WPS Take-Out	WPS Comm	Exotic Take-Out	Exotic Comm	Total
State Commission	0.00000	\$27,112.24	0.00000	\$216,054.82	\$243,167.06
Racing Stabilization Fund	0.00000	56,460.74	0.00000	338,995.30	395,456.03
Capital Improvement Fund	0.00000	2,505.78	0.00000	23,827.17	26,332.94
Promotional Fund	0.00000	2,923.38	0.00000	24,634.63	27,558.01
Purses	0.00000	0.00	0.00000	0.00	0.00
Breeders	0.00000	0.00	0.00000	0.00	0.00
In-State Host Fee	0.00000	1,038.51	0.00000	2,640.33	3,678.84
Premiums	0.00000	18,198.64	0.00000	40,934.31	59,132.95
Tufts Veterinary	0.00000	0.00	0.00000	0.00	0.00
Division of Fairs	0.00000	0.00	0.00000	0.00	0.00
Greyhound Adoption Fund	0.00000	0.00	0.00000	0.00	0.00
Out of State Host Fee	0.00000	70,847.88	0.00000	430,413.08	501,260.96
Total Fees	0.00000	179,087.16	0.00000	1,077,499.63	1,256,586.79
Retained by Track	0.00000	104,782.25	0.00000	1,167,390.51	1,272,172.76
Total Commission	0.00000	\$283,869.41	0.00000	\$2,244,890.14	\$2,528,759.55

State Commission	\$243,167.06	Promo Fund	\$27,558.01
Daily License Fee	67,800.00	Cap Fund	\$26,332.94
Assessment	73,810.30	Grey Adopt	\$0.00
Sub Total	\$384,777.36	Stabilization	\$424,631.51

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Wonderland Greyhound Park, Inc. (04 281 2729 0008)

Capital Improvement Trust Fund (7006 0028)

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, Beginning of period	\$ 369,718.45
Program revenue & interest	<u>54,934.31</u>
Funds available	424,652.76
Less program expenditures	<u>-</u>
Fund balance, before transfer to Racing Stabilization Fund	424,652.76
Less amount transferred to Racing Stabilization Fund	<u>421,884.90</u>
Cash balance at end of fiscal year	2,767.86
Due to Racing Stabilization Fund	<u>2,767.86</u>
Fund balance at end of fiscal year	<u><u>\$ (0.00)</u></u>

Status of Individual Projects

<u>Work Item</u>	<u>Number</u>	Balance @ 7/1/09, Approved Reim. or RFR Amount	RFR Rec'd	FY2010 Expenditures	Status/ Funds Required
Architect & engineering fees	none	\$ -	n/a	\$ -	n/a
Audiovisual Systems Upgrade	WCI 09-1	210,000.00	N		210,000.00
		<u>\$ 210,000.00</u>		<u>\$ -</u>	<u>\$ 210,000.00</u>

MASSACHUSETTS STATE RACING COMMISSION

MASSACHUSETTS STATE RACING COMMISSION

Wonderland Greyhound Park, Inc. (04 281 2729 0008)

Promotional Trust Fund (7006 0027)

Statement of Activities

FY 2010 - July 2009 through June 2010

	<u>Fiscal year to date</u>
Fund balance, beginning of period	\$ 37,109.20
Program revenue & interest	<u>50,049.61</u>
Funds available	87,158.81
Less program expenditures	<u>61,500.00</u>
Fund balance, before transfer to Racing Stabilization Fund	25,658.81
Less amount transferred to Racing Stabilization Fund	<u>22,332.52</u>
Cash balance at end of fiscal year	3,326.29
Due to Racing Stabilization Fund	<u>3,326.29</u>
Fund balance at end of fiscal year	<u><u>\$ -</u></u>

Status of Individual Projects

<u>Work Item</u>	<u>Project Number</u>	Balance @ 7/1/09, Approved Reim. or RFR Amount	RFR Rec'd	FY2010 Expenditures	Status/ Funds Required
2008 Uplink fees	WPT 08-1	62,300.00	RFR	61,500.00	800.00
				-	
				-	
				-	
		<u>\$ 62,300.00</u>		<u>\$ 61,500.00</u>	<u>\$ 800.00</u>

MASSACHUSETTS STATE RACING COMMISSION

**The Commonwealth of Massachusetts
State Racing Commission Laboratory
305 South Street
Jamaica Plain, MA 02130**

Telephone 617-522-9807

Telefax 617-727-3179

November 30, 2010

TO: Massachusetts State Racing Commission

FROM: Bruce Aspeslagh, Chief of Laboratory

RE: Laboratory Annual Report for 2010

QUALITY RACING

The State Racing Commission Laboratory is an important link in the Racing Commission's effort to ensure the integrity of pari-mutuel racing, to guard the health of the race animals, and to safeguard the interest of the wagering public and racing participants within the Commonwealth. The primary function of the State Racing Commission Laboratory is to analyze samples of urine and blood for the presence of any drug which is of such character as could affect the racing condition of the animal. Samples are taken from every winning horse and any other horse designated by Racing Commission officials in cooperation with track officials. In the calendar year 2010, samples were tested from Plainridge Racecourse and Suffolk Downs. Testing is performed by a specially trained staff at modern facilities located within the State Laboratory Institute, University of Massachusetts Medical School, Jamaica Plain Campus.

LABORATORY STAFF

Chief of Laboratory

Bruce Aspeslagh, FAORC
B.S., Chemical Engineering

Senior Chemist

Encarnacion L. Bernaldo
B.S., Medical Technology

MASSACHUSETTS STATE RACING COMMISSION

Assistant Chemists

Lucille Saccardo B.S., Animal Science
Melchor S. Layon – A.S.

INTEGRITY OF SAMPLES ENSURED

Special precautions are taken at all Massachusetts race tracks when post race urine and blood samples are collected to ensure that no tampering can take place. In order to assure the continuity-of-evidence, every winning horse and all designated horses are under the surveillance of a uniformed Massachusetts State Police officer and a Racing Commission Testing Assistant from the finish of the race until specimens are obtained. All equine samples are properly identified and transported immediately after the close of each racing performance by a uniformed Massachusetts State Police officer to the Racing Commission Laboratory in Jamaica Plain and placed in a locked and refrigerated laboratory locker for analysis the following day.

Responsibility for the custody of samples is assumed by the State Racing Commission Laboratory personnel once the samples have been placed in the laboratory locker or upon receipt of locked boxes. To eliminate bias, the chemist identifies the sample by number only. After analyses are completed, any positive results are reported directly to the State Racing Commission.

DRUG FINDINGS

In the calendar year 2010, the State Racing Commission Laboratory analyzed the following numbers of samples for the presence of drugs:

<u>SOURCE</u>	<u>URINE</u>	<u>BLOOD</u>	<u>POSITIVES*</u>
Thoroughbred	1,513	277	9
Harness	1,284	346	4
TOTALS	2,797	623	13

* Not including Controlled/Bleeder Medication Program violations.

MASSACHUSETTS STATE RACING COMMISSION

Controlled Medication Program

All equine urine samples submitted were subjected to screening for phenylbutazone and/or its metabolites as per the Massachusetts State Racing Commission Controlled Medication Program Rules with the following results:

Source	Drug Found Not On Program	No Drug Found On Program
Thoroughbred	-1-	-0-
Harness	-0-	-0-

Bleeder Medication Program

All equine urine samples submitted were subjected to screening for the presence of SALIX (Furosemide) as per the Massachusetts State Racing Commission Bleeder Medication Program Rules with the following results:

Source	Lasix Found Not On Program	No Lasix Found On Program
Thoroughbred	-0-	-1-
Harness	-1-	-0-

Drug Found in Samples

The drug reported as Equine positive was as follows:

SOURCE	DRUG FOUND	#SAMPLES
Suffolk Downs	Dextropropoxyphine	2
"	Dextropropoxyphine & Orphenadrine	1
"	Lidocaine	2
"	Meprobamate	1
"	Clenbuterol	1
"	Glycopyrrolate	1
Plainridge	Firocoxib	2
"	Oxymetazoline	1
"	Methocarbamol	1

Special Analyses

In 2010, in cooperation with the Department of Agricultural Resources, this laboratory analyzed blood samples taken from 26 draft animals involved in 'pulling contests' at the Marshfield Agricultural Fair and the Eastern States Exposition (BigE)..

No Drugs were found in these samples.

Quality Assurance Program

As a member laboratory in the **Association of Racing Commissioners International Quality Assurance Program (ARCI-QAP)**, this laboratory participated with the **Interstate Drug Testing Alliance (IDTA)** at Iowa State University during 2010, and received and analyzed controlled administration sets of equine urine samples containing the following drugs:

Nabumetone	Metaproteronol	(-)-Lobeline	Sertraline
Carisoprodol	Ketoprofen	Hydrocortisone	Modafinil
Meclofenamate	Naproxen	Firocoxib	Yohimbine

As part of the ARCI-QAP program this laboratory receives "Double-Blind" equine samples through normal chain-of-custody. The following drug positives were reported in 2010, and determined to have been part of this process:

Meprobamate

Summary

Attached, please find a breakdown of the numbers of samples submitted to this laboratory in 2010, by month and track.

Respectfully submitted,

Bruce Aspeslagh
Chief of Laboratory
State Racing Commission

MASSACHUSETTS STATE RACING COMMISSION

Official Urine & Blood Samples Analyzed for 2010

Month	Suffolk		Plainridge		Monthly Totals	
	Urine	Blood	Urine	Blood	Urine	Blood
January					0	0
February					0	0
March					0	0
April			147	58	147	58
May	98	9	174	46	272	55
June	262	39	153	51	415	90
July	250	54	154	48	404	102
August	250	55	170	48	420	103
September	259	47	176	37	435	84
October	266	42	156	26	422	68
November	128	31	154	32	282	63
December					0	0
Totals	1513	277	1284	346	2797	623

CONTACT THE RACING COMMISSION

MAILING ADDRESS

DIVISION OF PROFESSIONAL LICENSURE
1000 Washington Street, Suite 710
Boston, MA 02118

BOSTON OFFICE	(617) 727-2581
FAX	(617) 727-6095
WEB SITE	www.mass.gov/src
PLAINRIDGE	(508) 643-2500 Ext. 109
RAYNHAM/TAUNTON	(508) 824-4071 Ext. 105
SUFFOLK DOWNS	(617) 568-3336