5:5-44.9

LEGISLATIVE HISTORY CHECKLIST

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("Charity Racing Day")

NJSA: 5:5-44.9

LAWS OF: 1997 **CHAPTER:** 80

BILL NO: S201

SPONSOR(S): Singer and others

DATE INTRODUCED: Pre-filed

COMMITTEE: ASSEMBLY: Senior Issues

SENATE: Senior Citizens

AMENDED DURING PASSAGE: Yes Amendments during passeage

Second reprint enacted denoted by superscript numbers

DATE OF PASSAGE: ASSEMBLY: June 27, 1996

SENATE: March 1, 1997

DATE OF APPROVAL: April 24, 1997

FOLLOWING STATEMENTS ARE ATTACHED IF AVAILABLE:

SPONSOR STATEMENT: Yes

COMMITTEE STATEMENT: ASSEMBLY: Yes

SENATE: Yes

FISCAL NOTE: Yes

VETO MESSAGE: No

MESSAGE ON SIGNING: No

FOLLOWING WERE PRINTED:

REPORTS: No

HEARINGS: No

KBP:pp

[Second Reprint] SENATE, No. 201

STATE OF NEW JERSEY

PRE-FILED FOR INTRODUCTION IN THE 1996 SESSION

By Senators SINGER, PALAIA and Assemblyman Arnone

| 1 | AN ACT authorizing a "Charity Racing Day for the Horse Park of New |
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| 2 | Jersey and for the Care of Retired Horses," amending various parts |
| 3 | of the statutory law, and repealing P.L.1992, c.113. |
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| 5 | BE IT ENACTED by the Senate and General Assembly of the State |
| 6 | of New Jersey: |
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| 8 | 1. (New section) a. The New Jersey Racing Commission shall |
| 9 | designate one of the racing days authorized each year to a holder of a |
| 10 | permit to hold or conduct a horse race meeting pursuant to P.L.1940 |
| 11 | c.17 (C.5:5-22 et seq.) as "Charity Racing Day for the Horse Park of |
| 12 | New Jersey and for the Care of Retired Horses" or shall allot to each |
| 13 | such permit holder one additional racing day to be known as "Charity |
| 14 | Racing Day for the Horse Park of New Jersey and for the Care of |
| 15 | Retired Horses." |
| 16 | b. All moneys received by the commission as its share of the total |
| 17 | contributions to all parimutuel pools conducted or made on the racing |
| 18 | day designated or allotted pursuant to subsection a. of this section |
| 19 | shall be deposited in a separate fund to be known as the Horse Parkot |
| 20 | New Jersey and the Care of Retired Horses Fund, which is hereby |
| 21 | created in the Department of the Treasury. ¹ [Twenty-five] <u>Fifty</u> ¹ |
| 22 | percent of the moneys in the fund shall be appropriated to the |
| 23 | Department of Agriculture to be used as a grant to the Horse Park of |
| 24 | New Jersey, and ¹ [75%]50% ¹ shall be appropriated to the |
| 25 | Department of Agriculture for grants to organizations which care for |
| 26 | retired racehorses. |
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- 28 2. Section 46 of P.L.1940, c.17 (C.5:5-66) is amended to read as follows: 29
- 46. Every permitholder engaged in the business of conducting 30 horse race meetings under this act, except the New Jersey Sports and 31

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

¹ Senate SSV committee amendments adopted January 18, 1996.

² Assembly ASI committee amendments adopted December 9, 1996.

- 1 Exposition Authority established pursuant to P.L.1971, c.137
- 2 (C.5:10-1 et seq.) and the Garden State Racetrack as provided in
- 3 section 5 of P.L.1982, c.201 (C.5:5-98), shall make disposition of the
- 4 deposits remaining undistributed pursuant to section 44 as follows:
 - a. In the case of harness races:

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- 6 (1) On a racing day designated or allotted as a charity racing day 7 pursuant to P.L.1977, c.200 (C.5:5-44.2 et seq.), [P.L.1992, c.113
- 8 (C.5:5-44.7), or P.L.1993, c.15 (C.5:5-44.8), or section 1 of P.L.
- 9 c. (C.) (now pending before the Legislature as this bill), pay to the
- 10 commission, at the time and in the manner prescribed by the
- commission, 1.25% of so much of the total contributions to all 11
- 12 parimutuel pools conducted or made on any and every horse race,
- except that for pools where the patron is required to select two horses, 13
- 14 the permitholder shall pay 2.25% of the total contributions and for
- 15 pools where the patron is required to select three or more horses, the
- permitholder shall pay 5.25% of the total contributions; 16
 - (2) Hold and set aside in an account designated as a special trust account 1.15% of such total contributions in all pools, to be used and distributed as hereinafter provided and as provided in section 5 of
- 20 P.L.1967, c.40, for the following purposes and no other:
- (a) 37% thereof to increase purses and grant awards for starting 21 22 horses, as provided or as may be provided by rules of the New Jersey
- 23 Racing Commission, with payment to be made in the same manner as
- 24 payment of other purses and awards;
- 25 (b) 55% thereof for the establishment of a Sire Stakes Program for 26 standardbred horses, with payment to be made to the Department of
- Agriculture for administration as hereinbefore provided; 27
- 28 (c) 5% thereof for contributions and awards designed to improve
- 29 and promote the standardbred breeding industry in New Jersey 30 through payment of awards to owners and breeders of New Jersey
- 31 bred horses which are registered with the Standardbred Breeders' and
- 32 Owners' Association of New Jersey and which earn portions of purses
- 33 in open events on New Jersey tracks, and to owners of stallions posted
- 34 on the official stallion roster of the Standardbred Breeders' and
- 35 Owners' Association of New Jersey, which sire such registered New
- 36 Jersey bred money earners;
- 37 (d) 3% thereof for other New Jersey horse breeding and promotion
- 38 conducted by the New Jersey Department of Agriculture.
- 39 (3) Retain 7.7875%, or in the case of races on a charity racing day
- 40 7.20%, of so much of such total contributions for his own uses and
- purposes. Notwithstanding the foregoing, for pools where the patron 41
- 42 is required to select two horses, the permitholder shall retain 8.7575%,
- 43 or in the case of races on a charity racing day 7.70%, of the total
- contributions and for pools where the patron is required to select three
- or more horses, the permitholder shall retain 11.6675%, or in the case 45 of races on a charity racing day 9.20%, of the total contributions.

Each permitholder shall contribute out of its 11.6675% or 9.20% share of pools, where the patron is required to select three or more horses, a sum deemed necessary by the racing commission, to finance a prerace blood testing program, and such other testing programs which the commission shall deem proper and necessary and which shall be subject to the regulation and control of said commission.

- 7 (4) Distribute as purse money and for programs designed to aid the 8 horsemen and the Standardbred Breeders' and Owners' Association of 9 New Jersey 7.69375%, or in the case of races on a charity racing day 10 7.40%, of such total contributions. Expenditures for programs 11 designed to aid the horsemen and the Standardbred Breeders' and 12 Owners' Association of New Jersey shall not exceed 3.2% of the sum 13 available for distribution as purse money. The formula for 14 distribution of the purse money as either overnight purses or special 15 stakes shall be determined by an agreement between the Standardbred 16 Breeders' and Owners' Association of New Jersey and the tracks. 17 Notwithstanding the foregoing, for pools where the patron is required 18 to select two or more horses, the permitholder shall distribute as purse money 8.42875%, or in the case of races on a charity racing day 19 20 7.90%, of the total contributions and for pools where the patron is 21 required to select three or more horses, the permitholder shall 22 distribute as purse money 10.63375%, or in the case of races on a 23 charity racing day 9.40%, of the total contributions. Notwithstanding 24 the foregoing, for pools where a patron is required to select three or 25 more horses, each permitholder shall retain out of the 10.63375% or 26 9.40% to be distributed as purse money a sum deemed necessary by 27 the racing commission, for use by the commission to finance a prerace 28 blood testing program, and such other testing programs which the 29 commission shall deem proper and necessary and which shall be 30 subject to the regulation and control of said commission.
 - (5) In the case of races on a racing day other than a charity racing day, distribute to the Standardbred Breeders' and Owners' Association of New Jersey for the administration of a health benefits program for horsemen .29375% of such total contributions, except that for pools where the patron is required to select two or more horses, the amount shall be .52875%, and for pools where the patron is required to select three or more horses, the amount shall be 1.23375%.

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- (6) In the case of races on a racing day other than a charity racing day, distribute to the Sire Stakes Program for standardbred horses .05% of such total contributions, except that for pools where the patron is required to select two or more horses, the amount shall be .09%, and for pools where the patron is required to select three or more horses, the amount shall be .21%.
- (7) In the case of races on a racing day other than a charity racing day, distribute to the Backstretch Benevolency Programs Fund created pursuant to P.L.1993, c.15 (C.5:5-44.8) .025% of such total

contributions, except that for pools where the patron is required to select two or more horses, the amount shall be .045%, and for pools where the patron is required to select three or more horses, the amount shall be .105%.

Except as otherwise provided by law, no admission or amusement tax, excise tax, license or horse racing fee of any kind shall be assessed or collected from any permitholder by the State of New Jersey, or by any county or municipality, or by any other body having power to assess or collect license fees or taxes.

b. In the case of running races:

- (1) Where the amount derived from the parimutuel handle, excluding the handle derived from intertrack wagering, does not exceed \$1 million per day based on such contributions accumulated and averaged during the calendar year, the permitholder shall:
- (a) On a racing day designated or allotted as a charity racing day pursuant to P.L.1977, c.200 (C.5:5-44.2 et seq.), [P.L.1992, c.113 (C.5:5-44.7), or P.L.1993, c.15 (C.5:5-44.8), or section 1 of P.L. c. (C.) (now pending before the Legislature as this bill), pay to the commission, at the time and in the manner prescribed by the commission, .30% of so much of the total contributions to all parimutuel pools conducted or made on any and every horse race, except that for pools where the patron is required to select three or more horses, the permitholder shall pay 1.30% of the total contributions;
 - (b) Hold and set aside in an account designated as a special trust account 5% of 1% of such total contributions to be used and distributed for State horse breeding and development programs, research, fairs, horse shows, youth activities, promotion and administration, as provided in section 5 of P.L.1967, c.40 (C.5:5-88).
 - (c) Retain 9.991%, or in the case of races on a charity racing day 9.85%, of such total contributions for his own uses and purposes. For pools where the patron is required to select two horses, the permitholder shall retain 11.061%, or in the case of races on a charity racing day 10.92%, of the total contributions and for pools where the patron is required to select three or more horses, the permitholder shall retain 13.941%, or in the case of races on a charity racing day 13.33%, of the total contributions. Each permitholder shall contribute out of its 13.941% or 13.33% share of pools, where the patron is required to select three or more horses, a sum deemed necessary by the racing commission, to finance a prerace blood testing program, and such other testing programs which the commission shall deem proper and necessary and which shall be subject to the regulation and control of the commission.
- 44 (d) Distribute as purse money and for programs designed to aid the 45 horsemen and the New Jersey Thoroughbred Horseman's Benevolent 46 Association 6.141%, or in the case of races on a charity racing day

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6.00%, of such contributions. Notwithstanding the foregoing, for 1 2 pools where the patron is required to select two horses, the 3 permitholder shall distribute as purse money 7.071%, or in the case of 4 races on a charity racing day 6.93%, of such contributions and for 5 pools where the patron is required to select three or more horses, the permitholder shall distribute as purse money 9.631%, or in the case of 6 7 races on a charity racing day 9.02%, of the total contributions. 8 Expenditures for programs designed to aid the horsemen and the New 9 Jersey Thoroughbred Horseman's Benevolent Association shall not 10 exceed 2.5% of the sum available for distribution as purse money from 11 all parimutuel pools. The formula for distribution of the purse money 12 as either overnight purses or special stakes shall be determined by an 13 agreement between the New Jersey Thoroughbred Horseman's 14 Benevolent Association and the permitholder. Notwithstanding the 15 foregoing, for pools where a patron is required to select three or more horses, each permitholder shall retain out of the 9.631% or 9.02% to 16 17 be distributed as purse money a sum deemed necessary by the racing commission, for use by the commission to finance a prerace blood 18 19 testing program, and such other testing programs which the 20 commission shall deem proper and necessary and which shall be 21 subject to the regulation and control of the commission.

- (e) 80% of 1% of all pools shall be deducted and set aside in a special trust account for the establishment and support by the commission of the thoroughbred breeding industry in New Jersey; to improve purses for closed races; to provide awards for owners and breeders of registered New Jersey bred horses who earn portions of purses in open and closed races at New Jersey race tracks and to owners of stallions posted on the official stallion roster of the Thoroughbred Breeders' Association of New Jersey, which sire such New Jersey bred money earners and awards to the New Jersey Thoroughbred Breeders' Association for programs beneficial to thoroughbred breeding in this State. The New Jersey thoroughbred award program shall be administered and disbursed by the Thoroughbred Breeders' Association of New Jersey subject to the approval of the commission. The special trust account to be established pursuant to this paragraph shall be separate and apart from the special trust account established and maintained pursuant to subparagraph (b) of this paragraph.
 - (f) (Deleted by amendment, P.L.1986, c.19.)
- 40 (g) In the case of races on a racing day other than a charity racing day, distribute to the Thoroughbred Breeders' Association of New Jersey .012% of such total contributions, except that for pools where the patron is required to select three or more horses, the amount shall be .052%.
- (h) In the case of races on a racing day other than a charity racing day, distribute to the Backstretch Benevolency Programs Fund created

pursuant to P.L.1993, c.15 (C.5:5-44.8) .006% of such total contributions, except that for pools where the patron is required to select three or more horses, the amount shall be .026%.

- (i) Notwithstanding the foregoing, for pools where a patron is required to select three or more horses, 50% of 1% of the total contributions shall be held and set aside in the special trust account referred to in subparagraph (e) of this paragraph.
- (j) Except as otherwise provided by law, no admission or amusement tax, excise tax, license or horse racing fee of any kind shall be assessed or collected from any permitholder by the State of New Jersey, or by any county or municipality, or by any other body having power to assess or collect license fees or taxes.
- (2) Where the amount derived from the parimutuel handle, excluding the handle derived from intertrack wagering, exceeds \$1 million per day based on such contributions accumulated and averaged during the calendar year, the permitholder shall:
- (a) On a racing day designated or allotted as a charity racing day pursuant to P.L.1977, c.200 (C.5:5-44.2 et seq.), [P.L.1992, c.113 (C.5:5-44.7), or P.L.1993, c.15 (C.5:5-44.8), or section 1 of P.L. ., c. (C.) (now pending before the Legislature as this bill), pay to the commission, at the time and in the manner prescribed by the commission, .50% of so much of the total contributions to all parimutual pools conducted or made on any and every horse race;
- (b) Hold and set aside in an account designated as a special trust account 5% of 1% of such total contributions to be used and distributed for State horse breeding and development programs, research, fairs, horse shows, youth activities, promotion and administration, as provided in section 5 of P.L.1967, c.40 (C.5:5-88).
- (c) Retain 9.305%, or in the case of races on a charity racing day 9.07%, of such total contributions for his own uses and purposes. For pools where the patron is required to select two horses, the permitholder shall retain 10.375%, or in the case of races on a charity racing day 10.14%, of the total contributions and for pools where the patron is required to select three or more horses, the permitholder shall retain 13.545%, or in the case of races on a charity racing day 13.31%, of the total contributions. Each permitholder shall contribute out of its 13.545% or 13.31% share of pools, where the patron is required to select three or more horses, a sum deemed necessary by the racing commission, to finance a prerace blood testing program, and such other testing programs which the commission shall deem proper and necessary and which shall be subject to the regulation and control of the commission.
- (d) Distribute as purse money and for programs designed to aid the horsemen and the New Jersey Thoroughbred Horseman's Benevolent Association 6.815%, or in the case of races on a charity racing day 6.58%, of such contributions. Notwithstanding the foregoing, for

pools where the patron is required to select two horses, the permitholder shall distribute as purse money 7.745%, or in the case of

3 races on a charity racing day 7.51%, of such contributions and for

4 pools where the patron is required to select three or more horses, the

5 permitholder shall distribute as purse money 10.085%, or in the case

6 of races on a charity racing day 9.85%, of the total contributions.

7 Expenditures for programs designed to aid the horsemen and the New

8 Jersey Thoroughbred Horseman's Benevolent Association shall not

9 exceed 2.5% of the sum available for distribution as purse money from

all parimutuel pools. The formula for distribution of the purse money

11 as either overnight purses or special stakes shall be determined by an

12 agreement between the New Jersey Thoroughbred Horseman's

13 Benevolent Association and the permitholder. Notwithstanding the

14 foregoing, for pools where a patron is required to select three or more

horses, each permitholder shall retain out of the 10.085% or 9.85% to

be distributed as purse money a sum deemed necessary by the racing

17 commission, for use by the commission to finance a prerace blood

18 testing program, and such other testing programs which the

19 commission shall deem proper and necessary and which shall be

subject to the regulation and control of the commission.

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- (e) 80% of 1% of all pools shall be deducted and set aside in a special trust account for the establishment and support by the commission of the thoroughbred breeding industry in New Jersey; to improve purses for closed races; to provide awards for owners and breeders of registered New Jersey bred horses who earn portions of purses in open and closed races at New Jersey race tracks and to owners of stallions posted on the official stallion roster of the Thoroughbred Breeders' Association of New Jersey, which sire such New Jersey bred money earners and awards to New Jersey thoroughbred breeders' associations for programs beneficial to thoroughbred breeding in this State. The New Jersey thoroughbred award program shall be administered and disbursed by the Thoroughbred Breeders' Association of New Jersey subject to the approval of the commission. The special trust account to be established pursuant to this paragraph shall be separate and apart from the special trust account established and maintained pursuant to subparagraph (b) of this paragraph.
 - (f) (Deleted by amendment, P.L.1986, c.19.)
- (g) In the case of races on a racing day other than a charity racing day, distribute to the Thoroughbred Breeders' Association of New Jersey .02% of such total contributions.
- (h) In the case of races on a racing day other than a charity racing day, distribute to the Backstretch Benevolency Programs Fund created pursuant to P.L.1993, c.15 (C.5:5-44.8) .01% of such total contributions.
- 46 (i) Notwithstanding the foregoing, for pools where a patron is

required to select three or more horses, 49% of 1% of the total contributions shall be held and set aside in the special trust account referred to in subparagraph (e) of this paragraph.

- (j) Except as otherwise provided by law, no admission or amusement tax, excise tax, license or horse racing fee of any kind shall be assessed or collected from any permitholder by the State of New Jersey, or by any county or municipality, or by any other body having power to assess or collect license fees or taxes.
- 9 (cf: P.L.1993, c.353, s.2)

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- 3. Section 2 of P.L.1984, c.236 (C.5:5-66.1) is amended to read as follows:
- 2. Notwithstanding the provisions of section 46 of P.L.1940, c.17 (C.5:5-66) or any other law to the contrary, a holder of a permit to conduct harness race meetings who operates a racetrack at which harness race meetings were conducted during calendar year 1984 but which were suspended for 30 days or more during that calendar year because of fire, and a holder of a permit to conduct harness race meetings who conducted harness race meetings at the aforementioned racetrack during 1984 and who continues to conduct harness race meetings at that racetrack, shall make disposition of the deposits remaining undistributed pursuant to section 1 of this act as follows:
- a. On a racing day designated or allotted as a charity racing day pursuant to P.L.1977, c.200 (C.5:5-44.2 et seq.), [P.L.1992, c.113 (C.5:5-44.7), or] P.L.1993, c.15 (C.5:5-44.8), or section 1 of P.L. ... c. (C.) (now pending before the Legislature as this bill), pay to the commission, at the time and in the manner prescribed by the commission, .50% of so much of the total contributions to all parimutuel pools conducted or made on any and every horse race;
- b. Hold and set aside in an account designated as a special trust account 1.15% of such total contributions in all pools to be used and distributed as hereinafter provided and as provided in section 5 of P.L.1967, c.40, for the following purposes and no other:
- (1) 37% thereof to increase purses and grant awards for starting horses as provided or as may be provided by rules of the New Jersey Racing Commission with payment to be made in the same manner as payment of other purses and awards;
- (2) 55% thereof for the establishment of a Sire Stakes Program for standardbred horses with payment to be made to the Department of Agriculture for administration as hereinbefore provided;
- 41 (3) 5% thereof for contributions and awards designed to improve 42 and promote the standardbred breeding industry in New Jersey 43 through payment of awards to owners and breeders of New Jersey 44 bred horses which are registered with the Standardbred Breeders' and 45 Owners' Association of New Jersey and which earn portions of purses 46 in open events on New Jersey tracks, and to owners of stallions posted

on the official stallions roster of the Standardbred Breeders' and Owners' Association of New Jersey which sire such registered New Jersey bred money earners;

(4) 3% thereof for other New Jersey horse breeding and promotion conducted by the New Jersey Department of Agriculture.

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- 6 c. Retain 7.935%, or in the case of races on a charity racing day 7 7.70%, of so much of such total contributions for his own uses and 8 purposes. Notwithstanding the foregoing, for pools where the patron 9 is required to select two horses, the permitholder shall retain 8.935%, 10 or in the case of races on a charity racing day 8.70%, of the total contributions and for pools where the patron is required to select three 11 12 or more horses, the permitholder shall retain 11.935%, or in the case 13 of races on a charity racing day 11.70%, of the total contributions. 14 The permitholder shall contribute out of its 11.935% or 11.70% share 15 of pools, where the patron is required to select three or more horses, 16 a sum deemed necessary by the Racing Commission, to finance a 17 prerace blood testing program, and such other testing programs which 18 the commission shall deem proper and necessary and which shall be 19 subject to the regulation and control of the commission.
- 20 d. Distribute as purse money and for programs designed to aid the 21 horsemen and the Standardbred Breeders' and Owners' Association of New Jersey 7.7675%, or in the case of races on a charity racing day 22 23 7.65%, of such total contributions. Expenditures for programs 24 designed to aid the horsemen and the Standardbred Breeders' and 25 Owners' Association of New Jersey shall not exceed 3.2% of the sum 26 available for distribution as purse money. The formula for distribution 27 of the purse money as either overnight purses or special stakes shall be 28 determined by an agreement between the Standardbred Breeders' and 29 Owners' Association of New Jersey and the tracks. Notwithstanding 30 the foregoing, for pools where the patron is required to select two or 31 more horses, the permitholder shall distribute as purse money 32 8.7675%, or in the case of races on a charity racing day 8.65%, of the 33 total contributions and for pools where the patron is required to select 34 three or more horses, the permitholder shall distribute as purse money 35 11.7675%, or in the case of races on a charity racing day 11.65%, of the total contributions. Notwithstanding the foregoing, for pools 36 37 where a patron is required to select three or more horses, the 38 permitholder shall retain out of the 11.7675% or 11.65% to be 39 distributed as purse money, a sum deemed necessary by the racing 40 commission, for use by the commission to finance a prerace blood 41 testing program, and such other testing programs which the 42 commission shall deem proper and necessary and which shall be 43 subject to the regulation and control of the commission.
 - e. In the case of races on a racing day other than a charity racing day, distribute to the Standardbred Breeders' and Owners' Association of New Jersey for the administration of a health benefits program for

1 horsemen .1175% of such total contributions.

- f. In the case of races on a racing day other than a charity racing day, distribute to the Sire Stakes Program for standardbred horses .02% of such total contributions.
- g. In the case of races on a racing day other than a charity racing day, distribute to the Backstretch Benevolency Programs Fund created pursuant to P.L.1993, c.15 (C.5:5-44.8) .01% of such total contributions.
- Except as otherwise provided by law, no admission or amusement tax, excise tax, license or horse racing fee of any kind shall be assessed or collected from the permitholder by the State of New Jersey, or by any county or municipality, or by any other body having power to assess or collect license fees or taxes.

14 (cf: P.L.1993, c.353, s.3)

- 4. Section 5 of P.L.1982, c.201 (C.5:5-98) is amended to read as follows:
- 5. The permitholder shall distribute the sums deposited in parimutual pools to winners thereof in accordance with section 44 of P.L.1940, c.17 (C.5:5-64) and shall dispose of the deposits remaining undistributed as follows:
 - a. In the case of harness races:
- (1) Hold and set aside in an account designated as a special trust account 1% of such total contributions in all pools, to be used and distributed as hereinafter provided and as provided in section 5 of P.L.1967, c.40 (C.5:5-88), for the following purposes and no other:
- (a) 42 1/2% thereof to increase purses and grant awards for starting horses, as provided or as may be provided by rules of the New Jersey Racing Commission, with payment to be made in the same manner as payment of other purses and awards;
- (b) 49% thereof for the establishment of a Sire Stakes Program for standardbred horses, with payment to be made to the Department of Agriculture for administration as provided;
- (c) 5 1/2% thereof for contributions and awards designed to improve and promote the standardbred breeding industry in New Jersey through payment of awards to owners and breeders of New Jersey bred horses, which are registered with the Standardbred Breeders' and Owners' Association of New Jersey and which earn portions of purses in open events on New Jersey tracks, and to owners of stallions posted on the official stallion roster of the Standardbred Breeders' and Owners' Association of New Jersey, which sire such registered New Jersey bred money earners;
- (d) 3% thereof for other New Jersey horse breeding and promotionconducted by the New Jersey Department of Agriculture.
- Payment of the sums held and set aside pursuant to subparagraphs (c) and (d) shall be made to the commission every seventh day of any

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and every race meeting in the amount then due, as determined in the manner provided above, and shall be accompanied by a report under oath showing the total of all such contributions, together with such other information as the commission may require.

- 5 (2) Distribute as purse money and for programs designed to aid the horsemen and the Standardbred Breeders' and Owners' Association of 6 7 New Jersey 5.1175%, or in the case of races on a charity racing day 5%, of such total contributions. Expenditures for programs designed 8 9 to aid the horsemen and the Standardbred Breeders' and Owners' 10 Association of New Jersey shall not exceed 3.5% of the sum available for distribution as purse money. The formula for distribution of the 11 12 purse money as either overnight purses or special stakes shall be 13 determined by an agreement between the Standardbred Breeders' and 14 Owners' Association of New Jersey and the permitholder. 15 Notwithstanding the foregoing, for pools where the patron is required 16 to select two or more horses, the permitholder shall distribute as purse 17 money 5.6175%, or in the case of races on a charity racing day 5.5%, of the total contributions and for pools where the patron is required to 18 19 select three or more horses, the permitholder shall distribute as purse 20 money 7.1175%, or in the case of races on a charity racing day 7%, of 21 the total contributions. Notwithstanding the foregoing, for pools where a patron is required to select three or more horses, the 22 23 permitholder shall retain out of the 7.1175% or 7% to be distributed 24 as purse money a sum deemed necessary by the racing commission, for 25 use by the commission to finance a prerace blood testing program, and 26 such other testing programs which the commission shall deem proper and necessary and which shall be subject to the regulation and control 27 28 of the commission.
 - (3) In the case of races on a racing day other than a charity racing day, distribute to the Standardbred Breeders' and Owners' Association of New Jersey for the administration of a health benefits program for horsemen .1175% of such total contributions.
 - (4) In the case of races on a racing day other than a charity racing day, distribute to the Sire Stakes Program for standardbred horses .02% of such total contributions.
 - (5) In the case of races on a racing day other than a charity racing day, distribute to the Backstretch Benevolency Programs Fund created pursuant to P.L.1993, c.15 (C.5:5-44.8) .01% of such total contributions.
- b. In the case of running races:
 - (1) Hold and set aside in an account designated as a special trust account 5% of 1% of such total contributions, to be used and distributed for State horse breeding and development programs, research, fairs, horse shows, youth activities, promotion and administration, as provided in section 5 of P.L.1967, c.40 (C.5:5-88).
 - (2) Distribute as purse money and for programs designed to aid the

- 1 horsemen and the New Jersey Thoroughbred Horseman's Benevolent
- 2 Association 4.475%, or in the case of races on a charity racing day
- 3 4.24%, of such total contributions. Expenditures for programs
- 4 designed to aid the horsemen and the New Jersey Thoroughbred
- 5 Horseman's Benevolent Association shall not exceed 2.9% of the sum
- available for distribution as purse money. The formula for distribution 6
- 7 of the purse money as either overnight purses or special stakes shall be
- 8 determined by an agreement between the New Jersey Thoroughbred
- 9 Benevolent Association and the permitholder. Horseman's
- Notwithstanding the foregoing, for pools where the patron is required 10
- 11 to select three or more horses, the permitholder shall distribute as
- 12 purse money 7.475%, or in the case of races on a charity racing day
- 13 7.24%, of the total contributions.
- 14 (3) 60% of 1% of all pools shall be deducted and set aside in the
- 15 special trust account established pursuant to section 46b.(1)(e) and
- 16 46b.(2)(e) of P.L.1940, c.17 (C.5:5-66). The commission may,
- however, reduce this amount for a period of time to be determined by 17
- 18 the commission upon a request by the permitholder and a
- 19 determination by the commission that the payment of that amount
- would cause extreme financial hardship for the permitholder. In no 20
- 21 event shall the commission reduce the amount to less than 10% of 1%
- 22 of total contributions to all parimutuel pools at running race meetings
- 23 at the racetrack. The permitholder may request an extension of the
- 24 period of reduction or a further reduction or, subsequent to any
- 25 restoration of the amount specified above, another reduction.
 - (4) In the case of races on a racing day other than a charity racing
 - day, distribute to the Thoroughbred Breeders' Association of New
- 28 Jersey .02% of such total contributions.
- 29 (5) In the case of races on a racing day other than a charity racing
- 30 day, distribute to the Backstretch Benevolency Programs Fund created
- 31 pursuant to P.L.1993, c.15 (C.5:5-44.8) .01% of such total
- 32 contributions.

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- 33 For pools where a patron is required to select three or more horses,
- 34 50% of 1% of the total contributions shall be held and set aside in the
- 35 special trust account established pursuant to section 46b.(1)(e) and
- 36 46b.(2)(e) of P.L.1940, c.17 (C.5:5-66).
- 37 Payment of the sums held and set aside pursuant to paragraphs (1)
- 38 and (3) of this subsection shall be made to the commission every
- 39 seventh day of any and every race meeting in the amount then due, as
- 40 determined in the manner provided above, and shall be accompanied
- 41 by a report under oath showing the total of all such contributions,
- 42 together with such other information as the commission may require.
- 43 In addition to the amounts above, in the case of races on a racing

day designated or allotted as a charity racing day pursuant to

- P.L.1977, c.200 (C.5:5-44.2 et seq.), [P.L.1992, c.113 (C.5:5-44.7), 45
- or P.L. 1993, c.15 (C.5:5-44.8), or section 1 of P.L., c. (C.)

1 (now pending before the Legislature as this bill), an amount equal to 1/2 of 1% of all parimutuel pools shall be paid to the commission at the time and in the manner prescribed by the commission.

All amounts remaining in parimutuel pools, including the breaks, after the distribution and payments required by this section shall constitute revenues of the permitholder. Except as otherwise provided in this section, the permitholder shall not be required to make any payments to the commission or others in connection with contributions to parimutuel pools.

10 (cf: P.L.1995, c.64, s.1)

- 5. Section 7 of P.L.1971, c.137 (C.5:10-7) is amended to read as follows:
- 7. a. The authority is hereby authorized, licensed and empowered to apply to the Racing Commission for a permit or permits to hold and conduct, at any of the projects set forth in paragraphs (1) and (5) of subsection a. of section 6 of P.L.1971, c.137 (C.5:10-6), horse race meetings for stake, purse or reward, and to provide a place or places on the race meeting grounds or enclosure for wagering by patrons on the results of such horse races by the parimutuel system, and to receive charges and collect all revenues, receipts and other sums from the ownership and operation thereof; provided that only the authority through its employees shall conduct such horse race meetings and wagering and the authority is expressly prohibited from placing in the control of any other person, firm or corporation the conduct of such horse race meetings, or wagering.
- b. Except as otherwise provided in this section, such horse race meetings and parimutuel wagering shall be conducted by the authority in the manner and subject to compliance with the standards set forth in P.L.1940, c.17 (C.5:5-22 et seq.) and the rules, regulations and conditions prescribed by the Racing Commission thereunder for the conduct of horse race meetings and for parimutuel betting at such meetings.
- c. Application for said permit or permits shall be on such forms and shall include such accompanying data as the Racing Commission shall prescribe for other applicants. The Racing Commission shall proceed to review and act on any such application within 30 days after its filing and the Racing Commission is authorized in its sole discretion to determine whether a permit shall be granted to the authority. If, after such review, the Racing Commission acts favorably on such application, a permit shall be granted to the authority without any further approval and shall remain in force and effect so long as any bonds or notes of the authority remain outstanding, the provisions of any other law to the contrary notwithstanding. In granting a permit to the authority to conduct a horse race meeting, the Racing Commission shall not be subject to any limitation as to the number of tracks

1 authorized for the conduct of horse race meetings pursuant to any 2 provision of P.L.1940, c.17 (C.5:5-22 et seq.). Said permit shall set forth the dates to be allotted to the authority for its initial horse race 3 4 meetings. Thereafter application for dates for horse race meetings by 5 the authority and the allotment thereof by the Racing Commission, including the renewal of the same dates theretofore allotted, shall be 6 7 governed by the applicable provisions of P.L.1940, c.17 (C.5:5-22 et 8 Notwithstanding the provisions of any other law to the 9 contrary, the Racing Commission shall allot annually to the authority (1) for the Meadowlands Complex, in the case of harness racing, not 10 less than 100 racing days, and in the case of running racing, not less 11 12 than 56 racing days, if and to the extent that application is made 13 therefor, and (2) for any other project which is set forth in paragraph 14 (5) of subsection a. of section 6 of P.L.1971, c.137 (C.5:10-6), and 15 which was previously operated by a permitholder other than the authority, racing days shall be limited, in type of racing and amount of 16 days, to those allotted by the Racing Commission to the prior 17 18 permitholder for the year 1985, as of December 13, 1984; except that 19 the authority may apply to the Racing Commission for an extension of 20 the number and type of racing days pursuant to section 2 of P.L.1984, 21 c.247 (C.5:5-43.1).

- d. No hearing, referendum or other election or proceeding, and no payment, surety or cash bond or other deposit, shall be required for the authority to hold or conduct the horse race meetings with parimutuel wagering herein authorized.
- e. The authority shall determine the amount of the admission fee for the races and all matters relating to the collection thereof.
- f. Distribution of sums deposited in parimutuel pools to winners thereof shall be in accordance with the provisions of section 44 of P.L.1940, c.17 (C.5:5-64) pertaining thereto. The authority shall make disposition of the deposits remaining undistributed as follows:
 - (1) In the case of harness races:

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- (a) Hold and set aside in an account designated as a special trust account 1% of such total contributions in all pools, to be used and distributed as hereinafter provided and as provided in section 5 of P.L.1967, c.40, for the following purposes and no other:
- (i) 42 1/2% thereof to increase purses and grant awards for starting horses, as provided or as may be provided by rules of the New Jersey Racing Commission, with payment to be made in the same manner as payment of other purses and awards;
- 41 (ii) 49% thereof for the establishment of a Sire Stakes Program for 42 standardbred horses, with payment to be made to the Department of 43 Agriculture for administration as hereinbefore provided;
- 44 (iii) 5 1/2% thereof for contributions and awards designed to 45 improve and promote the standardbred breeding industry in New 46 Jersey through payment of awards to owners and breeders of New

- 1 Jersey bred horses, which are registered with the Standardbred
- 2 Breeders' and Owners' Association of New Jersey and which earn
- 3 portions of purses in open events on New Jersey tracks, and to owners
- 4 of stallions posted on the official stallion roster of the Standardbred
- 5 Breeders' and Owners' Association of New Jersey, which sire such
- 6 registered New Jersey bred money earners;

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(iv) 3% thereof for other New Jersey horse breeding and promotion conducted by the New Jersey Department of Agriculture.

Payment of the sums held and set aside pursuant to subparagraphs
(iii) and (iv) shall be made to the commission every seventh day of any
and every race meeting in the amount then due, as determined in the
manner provided above, and shall be accompanied by a report under
oath showing the total of all such contributions, together with such
other information as the commission may require.

- (b) Distribute as purse money and for programs designed to aid the horsemen and the Standardbred Breeders' and Owners' Association of New Jersey 5.1175%, or in the case of races on a charity racing day 5%, of such total contributions. Expenditures for programs designed to aid the horsemen and the Standardbred Breeders' and Owners' Association of New Jersey shall not exceed 3.5% of the sum available for distribution as purse money. The formula for distribution of the purse money as either overnight purses or special stakes shall be determined by an agreement between the Standardbred Breeders' and Owners' Association of New Jersey and the authority. Notwithstanding the foregoing, for pools where the patron is required to select two or more horses, the authority shall distribute as purse money 5.6175%, or in the case of races on a charity racing day 5.5%, of the total contributions and for pools where the patron is required to select three or more horses, the authority shall distribute as purse money 7.1175%, or in the case of races on a charity racing day 7%, of the total contributions. Notwithstanding the foregoing, for pools where a patron is required to select three or more horses, the authority shall retain out of the 7.1175% or 7% to be distributed as purse money a sum deemed necessary by the racing commission, for use by the commission to finance a prerace blood testing program, and such other testing programs which the commission shall deem proper and necessary and which shall be subject to the regulation and control of said commission.
- (c) In the case of races on a racing day other than a charity racing day, distribute to the Standardbred Breeders' and Owners' Association of New Jersey for the administration of a health benefits program for horsemen .1175% of such total contributions.
- (d) In the case of races on a racing day other than a charity racing
 day, distribute to the Sire Stakes Program for standardbred horses
 .02% of such total contributions.
 - (e) In the case of races on a racing day other than a charity racing

- day, distribute to the Backstretch Benevolency Programs Fund created pursuant to P.L.1993, c.15 (C.5:5-44.8) .01% of such total contributions.
 - (2) In the case of running races:

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- (a) Hold and set aside in an account designated as a special trust account 5% of 1% of such total contributions, to be used and distributed for State horse breeding and development programs, research, fairs, horse shows, youth activities, promotion and administration, as provided in section 5 of P.L.1967, c.40 (C.5:5-88).
- (b) Distribute as purse money and for programs designed to aid the 10 11 horsemen and the New Jersey Thoroughbred Horseman's Benevolent Association 4.475%, or in the case of races on a charity racing day 12 13 4.24%, of such total contributions. Expenditures for programs 14 designed to aid the horsemen and the New Jersey Thoroughbred 15 Horseman's Benevolent Association shall not exceed 2.9% of the sum available for distribution as purse money. The formula for distribution 16 17 of the purse money as either overnight purses or special stakes shall be 18 determined by an agreement between the New Jersey Thoroughbred Benevolent 19 Horseman's Association and the authority. 20 Notwithstanding the foregoing, for pools where the patron is required 21 to select three or more horses, the authority shall distribute as purse 22 money 7.475%, or in the case of races on a charity racing day 7.24%, 23 of the total contributions.
- (c) 10% of 1% of all pools shall be deducted and set aside in the special trust account established pursuant to section 46b.(1)(e) and 46b.(2)(e) of P.L.1940, c.17 (C.5:5-66).
- 27 (d) In the case of races on a racing day other than a charity racing 28 day, distribute to the Thoroughbred Breeders' Association of New 29 Jersey .02% of such total contributions.
- 30 (e) In the case of races on a racing day other than a charity racing day, distribute to the Backstretch Benevolency Programs Fund created pursuant to P.L.1993, c.15 (C.5:5-44.8) .01% of such total contributions.
- For pools where a patron is required to select three or more horses, 50% of 1% of the total contributions shall be held and set aside in that special trust account.
- Payment of the sums held and set aside pursuant to subparagraphs
 (a) and (c) of this subsection shall be made to the commission every
 seventh day of any and every race meeting in the amount then due, as
 determined in the manner provided above, and shall be accompanied
 by a report under oath showing the total of all such contributions,
 together with such other information as the commission may require.
- In addition to the amounts above, in the case of races on a racing day designated or allotted as a charity racing day pursuant to P.L.1977, c.200 (C.5:5-44.2 et seq.), [P.L.1992, c.113 (C.5:5-44.7),
- 46 or P.L. 1993, c. 15 (C.5:5-44.8), or section 1 of P.L., c. (C.)

1 (now pending before the Legislature as this bill), an amount equal to 1/2 of 1% of all parimutuel pools shall be paid to the commission at the time and in the manner prescribed by the commission.

All amounts remaining in parimutuel pools, including the breaks, after such distribution and payments shall constitute revenues of the authority. Except as otherwise expressly provided in this section 7, the authority shall not be required to make any payments to the Racing Commission or others in connection with contributions to parimutuel pools.

In the event that a written agreement between the authority and the respective horsemen's associations shall require the distribution of additional sums of money to increase purses or contributions to the special trust accounts hereinabove provided, or both, any such distribution to be made in the year 1981 shall be made by the authority only from, and to the extent of, available moneys from the preceding year set aside for such purpose, after application of the authority's revenues, moneys or other funds as provided in subsection c.(1), (2), (3), (4), (5), (6) and (7) of section 6 of P.L.1971, c.137 (C.5:10-6).

- g. All sums held by the authority for payment of outstanding parimutuel tickets not claimed by the person or persons entitled thereto within the time provided by law shall be paid upon the expiration of such time, without further obligation to such ticketholder, as follows:
- (1) In the case of running and harness races, 50% of those sums shall be paid to the Racing Commission;
- (2) In the case of running races, 50% of those sums shall be paid to the commission and set aside in the special trust account established pursuant to section 46b.(1)(e) and section 46b.(2)(e) of P.L.1940, c.17 (C.5:5-66); and
- (3) In the case of harness races, 25% of those sums shall be retained by the permitholder to supplement purses for sire stakes races on which there is parimutuel wagering, and 25% shall be retained by the permitholder to supplement overnight purses.
- h. No admission or amusement tax, excise tax, license or horse racing fee of any kind shall be assessed or collected from the authority by the State of New Jersey, or by any county or municipality, or by any other body having power to assess or collect license fees or taxes.
- i. Any horse race meeting and the parimutuel system of wagering upon the results of horse races held at such race meeting shall not under any circumstances, if conducted as provided in the act and in conformity thereto, be held or construed to be unlawful, other statutes of the State to the contrary notwithstanding.
- j. Each employee of the authority engaged in the conducting of horse race meetings shall obtain the appropriate license from the Racing Commission, subject to the same terms and conditions as is required of similar employees of other permitholders. The Racing

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- 1 Commission may suspend any member of the authority upon approval 2 of the Governor and the license of any employee of the authority in connection with the conducting of horse race meetings, pending a hearing by the Racing Commission, for any violation of the New Jersey laws regulating horse racing or any rule or regulation of the 5 6 commission.such hearing shall be held and conducted in the manner 7 provided in said laws. 8 (cf: P.L.1993, c.353, s.6) 9 6. P.L.1992, c.113 (C.5:5-44.7) is repealed. 10 11 7. This act shall take effect '[immediately] on '[July 1, 1997'] 12 July 1, 1998². 13 14 15 16 17 Provides for "Charity Racing Day for the Horse Park of New Jersey
- and for the Care of Retired Horses"; repeals law establishing "Charity
- 19 Racing Day for the Vietnam Veterans' Memorial."

| 1 | connection with the conducting of horse race meetings, pending a |
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| 2 | hearing by the Racing Commission, for any violation of the New Jersey |
| 3 | laws regulating horse racing or any rule or regulation of the |
| 4 | commission.such hearing shall be held and conducted in the manner |
| 5 | provided in said laws. |
| 6 | (cf: P.L.1993, c.353, s.6) |
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| 8 | 6. P.L.1992, c.113 (C.5:5-44.7) is repealed. |
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| 10 | 7. This act shall take effect immediately. |
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| 13 | STATEMENT |
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| 15 | This bill repeals the law establishing a "Charity Racing Day for the |
| 16 | Vietnam Veterans' Memorial" since that memorial is completed and |
| 17 | has been dedicated, and replaces that charity day with a "Charity |
| 18 | Racing Day for the Horse Park of New Jersey and for the Care of |
| 19 | Retired Horses." Twenty-five percent of the funds received by the |
| 20 | Racing Commission from its share of the parimutuel pools on those |
| 21 | charity racing days at the New Jersey racetracks shall be appropriated |
| 22 | to the Department of Agriculture to be used as a grant to the Horse |
| 23 | Park of New Jersey, and 75% shall be appropriated to the Department |
| 24 | of Agriculture for grants to organizations which care for retired |
| 25 | racehorses. |
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| 30 | Provides for "Charity Racing Day for the Horse Park of New Jersey |
| 31 | and for the Care of Retired Horses"; repeals law establishing "Charity |
| 32 | Racing Day for the Vietnam Veterans' Memorial." |

ASSEMBLY SENIOR ISSUES, TOURISM AND GAMING COMMITTEE

STATEMENT TO

[First Reprint] **SENATE, No. 201**

with committee amendments

STATE OF NEW JERSEY

DATED: DECEMBER 9, 1996

The Assembly Senior Issues, Tourism and Gaming Committee reports favorably and with committee amendments Senate, No. 201 (1R).

This bill repeals the law establishing a "Charity Racing Day for the Vietnam Veterans' Memorial" and replaces that charity day with a "Charity Racing Day for the Horse Park of New Jersey and for the Care of Retired Horses." Fifty percent of the funds received by the Racing Commission from its share of the parimutuel pools on those charity racing days at the New Jersey racetracks shall be appropriated to the Department of Agriculture to be used as a grant to the Horse Park of New Jersey, and 50% shall be appropriated to the Department of Agriculture for grants to organizations which care for retired racehorses. The bill would take effect on July 1, 1998.

COMMITTEE AMENDMENT

The committee amended the bill to provide that it will take effect on July 1, 1998 rather than on July 1, 1997.

SENATE SENIOR CITIZENS, VETERANS AFFAIRS AND AGRICULTURE COMMITTEE

STATEMENT TO

SENATE, No. 201

with committee amendments

STATE OF NEW JERSEY

DATED: JANUARY 18, 1996

The Senate Senior Citizens, Veterans Affairs and Agriculture Committee reports favorably and with committee amendments, Senate, No. 201.

This bill repeals the law establishing a "Charity Racing Day for the Vietnam Veterans' Memorial" and replaces that charity day with a "Charity Racing Day for the Horse Park of New Jersey and for the Care of Retired Horses." Fifty percent of the funds received by the Racing Commission from its share of the parimutuel pools on those charity racing days at the New Jersey racetracks shall be appropriated to the Department of Agriculture to be used as a grant to the Horse Park of New Jersey, and 50% shall be appropriated to the Department of Agriculture for grants to organizations which care for retired racehorses. The bill would take effect on July 1, 1997.

This bill was pre-filed for introduction in the 1996 session pending technical review. As reported, the bill includes the changes required by technical review which has been performed.

COMMITTEE AMENDMENT:

The committee amended the bill to provide that 50% of the moneys received by the Racing Commission shall be used as grants to the Horse Park of New Jersey and 50% used as grants to organizations which care for retired racehorses. (The bill had allocated 25% of the funds to the Horse Park and 75% to the care of retired racehorses.)

The committee also amended the bill to provide that it will take effect on July 1, 1997 rather than upon the date of enactment.

LEGISLATIVE FISCAL ESTIMATE TO

[First Reprint] **SENATE, No. 201**

STATE OF NEW JERSEY

DATED: July 15, 1996

Senate Bill No. 201 (1R) of 1996 repeals P.L.1992, c.113, the law establishing a "Charity Racing Day for the Vietnam Veterans' Memorial," and replaces that charity day with a "Charity Racing Day for the Horse Park of New Jersey and for the Care of Retired Horses." The bill appropriates funds received by the Racing Commission from its share of parimutuel pools on those racing days at the New Jersey racetracks to the Department of Agriculture for a grant to the Horse Park of New Jersey and for grants to organizations which care for retired racehorses. The bill provides that these received funds be appropriated equally between the grant to the Horse Park and the grants to organizations for retired racehorses.

The New Jersey Racing Commission estimates that enactment of this bill will have no fiscal impact on the State. Presently, \$50,000 is collected annually for the charity racing day for the Vietnam Veterans' Memorial.

The Office of Legislative Services concurs.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.