THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE RESOLUTION No. 616 Session of 2015

INTRODUCED BY CAUSER AND CARROLL, DECEMBER 9, 2015

REFERRED TO COMMITTEE ON AGRICULTURE AND RURAL AFFAIRS, DECEMBER 9, 2015

A RESOLUTION

Directing the Joint State Government Commission, with assistance 1 from the Independent Fiscal Office, to conduct a study on the 2 impact of regulations and policies concerning Pennsylvania's 3 horse racing industry. 4 WHEREAS, It is in the best interests of this Commonwealth to 5 6 to consider reforming the regulations and policies of 7 Pennsylvania's horse racing industry; therefore be it 8 RESOLVED, That the House of Representatives direct the Joint State Government Commission, with assistance from the 9 Independent Fiscal Office, to conduct a study and provide a 10 11 report to the chairperson and minority chairperson of the Agriculture and Rural Affairs Committee of the Senate and the 12 13 chairperson and minority chairperson of the Agriculture and 14 Rural Affairs Committee of the House of Representatives no later 15 than February 1, 2017. The report shall include an assessment of 16 the financial, regulatory and market factors listed under 17 paragraphs (1), (2), (3), (4), (5), (6), (7), (8) and (9) and shall offer recommendations on best practices in each area for 18 19 the Commonwealth to consider. The study shall provide an

1

assessment of and recommendation on the following:

2 Potential cost savings and regulatory streamlining (1)3 in the oversight of racing, including those associated with combining Pennsylvania's gaming oversight functions, such as 4 5 horse racing, casino gaming and lottery, into a single, coordinated entity. 6

The necessity, efficiency and benefits of having 7 (2)8 separate racing commissions or divisions within a single 9 commission for thoroughbred and harness tracks.

10 (3) A determination of best regulatory practices in 11 other jurisdictions, such as New York, Ohio and Maryland and 12 other states or provinces and comparing Pennsylvania's 13 approach against the best regulatory practices in other 14 jurisdictions.

15 In addition to the Auditor General's June 17, 2014, (4) Special Performance Audit of the State Racing Fund, a 16 17 determination of what safequards and policies can be 18 implemented to avoid future inappropriate cost allocations by 19 the Department of Agriculture of the Commonwealth to the 20 racing commissions.

An evaluation of the cost effectiveness of the 21 (5)22 Pennsylvania Equine Toxicology Research Laboratory and comparing the laboratory's functions to other jurisdictions. 23

24 Consideration of the imposition of increased fines (6) 25 and the assessment of Pennsylvania Equine Toxicology Research 26 Laboratory costs against those found to have engaged in the 27 impermissible doping of race horses and examination of how to 28 strengthen property owner rights in the ejectment of bad 29 actors in racing.

(7) A determination of the economic return to the 30 20150HR0616PN2637 - 2 -

1 Commonwealth on the investment of gaming tax revenues 2 collected under the act of July 5, 2004 (P.L.572, No.71), 3 entitled, "An act amending Title 4 (Amusements) of the 4 Pennsylvania Consolidated Statutes, authorizing certain 5 racetrack and other gaming; providing for regulation of 6 gaming licensees; establishing and providing for the powers 7 and duties of the Pennsylvania Gaming Control Board; 8 conferring powers and imposing duties on the Department of 9 Revenue, the Department of Health, the Office of Attorney 10 General, the Pennsylvania State Police and the Pennsylvania 11 Liquor Control Board; establishing the State Gaming Fund, the 12 Pennsylvania Race Horse Development Fund, the Pennsylvania 13 Gaming Economic Development and Tourism Fund, the Compulsive 14 and Problem Gambling Treatment Fund and the Property Tax Relief Fund; providing for enforcement; imposing penalties; 15 16 making appropriations; and making related repeals."

17 (8) A determination of the nature of thoroughbred and 18 standardbred breeding in this Commonwealth since the 19 enactment of the act of July 5, 2004 (P.L.572, No.71), and 20 comparing it to the nature of breeding before enactment of 21 the act of July 5, 2004 (P.L.572, No.71).

22 (9) A determination of how Pennsylvania's race horse 23 industry and regulatory entities can best be positioned for future success or at a minimum financial stability in an 24 25 environment of declining race track patrons and handle, 26 competition from live racing from neighboring states and the 27 increasing availability of alternative gaming platforms, such 28 as Internet and mobile gaming and fantasy sports. 29 Specifically, the study shall consider options for reforming 30 and promoting horse racing meetings that will increase

20150HR0616PN2637

- 3 -

handle, reduce racing costs, promote the health of the horse
and advance the best interests of racing fans and bettors.