

FISCAL NOTE

This bill contains a transfer of \$4,500,000 or as much as is available from unexpended and unobligated funds from the PARI-MUTUEL FUND to the SCHOOL FOUNDATION PROGRAM RESERVE ACCOUNT (SFP RA). The bill also provides for a quarterly transfer from the PARI-MUTUEL FUND to the SCHOOL FOUNDATION PROGRAM RESERVE ACCOUNT (SFP-RA) of amounts within the fund in excess of a \$1.5 million balance.

	FY 2020	FY 2021	FY 2022
NON-ADMINISTRATIVE IMPACT			
Anticipated Revenue increase			
COMMON SCHOOL-PLF	\$1,250,000	\$1,250,000	\$1,250,000

Source of revenue increase:

The bill proposes to allocate an additional one-quarter percent (0.25%) share of the required permit holder fees remitted to the state, as a percentage of the total amount wagered on historic horse racing in the state. The additional revenues would be deposited in the COMMON SCHOOL ACCOUNT within the PERMANENT LAND FUND (COMMON SCHOOL-PLF).

Assumptions:

The Pari-Mutuel Commission (Commission) estimates that for the most recent year (2018), the total amount wagered in the state on historic horse racing will be over \$500,000,000. The anticipated revenue increase estimate is based on \$500,000,000 total wagered.

Based on current law regarding historic horse racing fees, 1.9% of the total amount wagered is remitted to different beneficiary entities (M = million):

<u>Statute (W.S.)</u>	<u>Fee Percentage</u>	<u>Beneficiary Entity</u>	<u>Amount</u>
11-25-105(b)(ii)	one-half percent (0.5%)	Commission Admin.	\$2.5 M
11-25-105(b)(iii)	one percent (1.0%)	County/Cities	\$5.0 M
11-25-105(j)	four-tenths percent (0.4%)	Breeders Award Incentive Fund	\$2.0 M

Bill proposal for additional fee:

11-25-105(b)(iv)	one-quarter percent (0.25%)	COMMON SCHOOL-PLF	\$1.25 M
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The Commission states that the increase in fees paid by permit holders as proposed in the bill could impact the industry and the market for both historic and live horse racing wagering in the state as well as the breeders incentive fund. However, the fiscal impact to the accounts and entities noted above is indeterminable at this time. However, if the total wagered and expenses remain unchanged from current levels, the Commission estimates that each quarterly transfer from the PARI-MUTUEL FUND to the SFP-RA could be up to \$500,000.

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