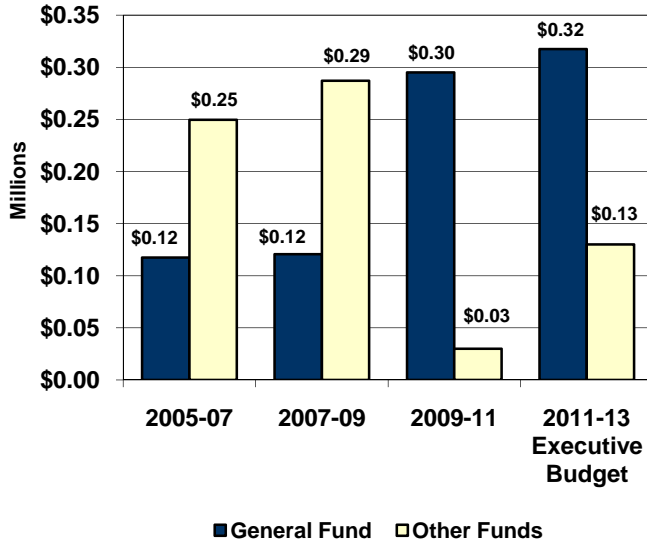


**Department 670 - Racing Commission
 House Bill No. 1024**

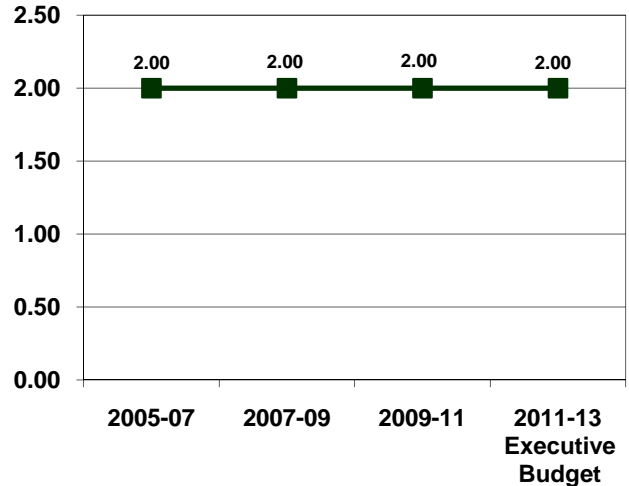
	FTE Positions	General Fund	Other Funds	Total
2011-13 Executive Budget	2.00	\$317,501	\$130,000	\$447,501
2009-11 Legislative Appropriations	2.00	295,000	30,000	325,000 ¹
Increase (Decrease)	0.00	\$22,501	\$100,000	\$122,501

¹The 2009-11 appropriation amounts do not include \$75,000 of additional special funds authority resulting from Emergency Commission action during the 2009-11 biennium.

Agency Funding



FTE Positions



Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2011-13 Executive Budget	\$317,501	\$0	\$317,501
2009-11 Legislative Appropriations	295,000	0	295,000
Increase (Decrease)	\$22,501	\$0	\$22,501

First House Action

Attached is a summary of first house changes.

**Executive Budget Highlights
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Adjusts funding for salaries and fringe benefits	\$66,950	\$0	\$66,950
2. Adjusts funding for operating expenses that includes an increase of \$100,000 from the Racing Commission operating fund	(\$60,909)	\$100,000	\$39,091

Continuing Appropriations

Breeders' fund - North Dakota Century Code Section 53-06.2-11 - To financially reward breeders or owners of North Dakota-bred horses.

Promotion fund - Section 53-06.2-11 - To promote horse racing in North Dakota.

Purse fund - Section 53-06.2-11 - To increase the amount of purses at North Dakota racetracks.

Significant Audit Findings

The operational audit for the Racing Commission conducted by the State Auditor's office during the 2009-10 interim included a significant audit finding regarding the declining fund balances of the breeders' fund, purse fund, and promotion fund.

Major Related Legislation

House Bill No. 1093 - This bill allows the Racing Commission to receive \$25,000 per year, or 25 percent of the fund balance, whichever is greater, from the racing promotion fund for the payment of Racing Commission operating expenses. Current statutory provisions allow the Racing Commission to receive up to 25 percent of the racing promotion fund balance subject to Emergency Commission approval for operating expenses. The bill also provides for changes to the payment of racing breakage.

ATTACH:1