

THOROUGHBRED OWNERS OF CALIFORNIA
Special Board Teleconference
Friday, November 8, 2013

MINUTES

Directors Present: Ron Ellis, Mike Harrington, Ed Moger, Billy Morey, Jack Owens, Mike Pegram, Pablo Suarez, George Todaro, and Mike Wellman.

Directors Absent: Nick Alexander, Madeline Auerbach, Bob Baffert, Mark Dedomenico, and Kathy Walsh.

Staff Present: Joe Morris, Mary Forney.

The teleconference meeting was called to order at 4:03 by Mr. Morris.

Mr. Morris reviewed current negotiations with Hollywood Park with regard to the opening of a new OTB. Hollywood Park has had an OTB in its casino since 1994 but plans to retrofit it into a club for high-end players, in addition to adding 15,000 square feet of space to be open for December 26th, 2013.

California OTB's currently receive a 2% fee from SCOTWINC. Hollywood Park is requesting an additional 1%, which SCOTWINC now gives to the mini-satellites and all new Sportech sites. The Hollywood Park OTB will hold approximately 1200 people, making it our biggest non-track OTB in the south. In addition, the Legislature currently allows a 20-mile exclusivity radius, but we have negotiated with Hollywood Park, in exchange for the extra 1%, to shorten the radius to nine miles with carve outs for Century City, Beverly Hills, and the LA Live area (the northeast area between the 10 and 110 freeways).

Following a brief discussion, Mr. Harrington moved to approve the extra 1% from SCOTWINC with the 9-mile radius excluding Century City, Beverly Hills and the LA Live area, as long as the Hollywood Park is receiving the override fee. The motion was seconded by Mr. Suarez and passed unanimously (including previous votes in the affirmative received from Mr. Baffert, Mr. Alexander, Ms. Auerbach, Ms. Walsh, and Dr. Dedomenico).

The meeting was then adjourned.