

**THOROUGHBRED OWNERS OF CALIFORNIA
BOARD OF DIRECTORS MEETING
Friday, August 14, 2015 – 11:00 a.m.
Del Mar Thoroughbred Club**

MINUTES

Directors Present: Allen Aldrich, Nick Alexander, Bob Baffert, Mark Dedomenico (by phone), Mike Harrington, Terry Lovingier, Ed Moger, Billy Morey, Jack Owens, Mike Pegram, Bill Strauss, Kathy Walsh, and Mike Wellman.

Directors Absent: Ron Ellis and George Todaro.

Staff Present: Joe Morris, Mary Forney, Jennifer Saavedra, and Richard Scheidt.

I. Call to Order

The meeting was called to order by Mr. Morris at 11:07 a.m.

II. Approval of Minutes

On a motion by Owens, seconded by Mr. Strauss, the minutes of July 10, 2015 were unanimously approved.

III. Finish Line Presentation Re: Workers' Comp Insurance

Mr. Morris gave a brief overview of the CTBL's workers' compensation insurance process, as well as the steps the CTBL board has taken with regard to the establishment of a new insurance company.

Messrs. McKinzie and Lyon from Finish Line Insurance Group came into the meeting to make a presentation to the board. Mr. McKinzie described the feasibility study undertaken by the CTBL on forming a new insurance company. He distributed the private placement document for review. He explained the reasons behind the move to look into creating a private insurance company and added that the insurance company is in place except for the funding but could be up and running by the first of the year.

Mr. Lyon distributed an organization chart and reviewed the organization for Post Time Insurance, the proposed new company. He also reviewed the income statements, balance sheet, and cash flow chart. He noted that there would be an investors meeting Aug. 26 at Del Mar.

After Messrs. McKinzie and Lyon left the room, Mr. Owens made a motion that the TOC endorse the new Post Time insurance company and instruct Mr. Morris to vote that at the next CTBL meeting. The motion was seconded by Mr. Alexander and passed unanimously.

IV. Executive Session

The board convened to Executive Session at 12:31 p.m. and reconvened to regular session at 2:05 p.m.

- V. Finance Committee
Mr. Alexander provided a financial update, noting that our profit was \$10,000 higher than budget for July.
- VI. Owner Relations Committee
Mr. Morris provided a recap of the New Owner seminar held at Del Mar July 25 and reminded board members of tomorrow's Annual Meeting.
- VII. Medication Committee
Mr. Morris gave a brief update.
- VIII. Legal and Legislative
Mr. Morris gave a brief update on the Jamgotchian lawsuit.
- IX. Adjournment
The meeting was adjourned at 3:00 p.m. after the board set a call for Wednesday, Aug. 19 at 3:00 p.m. to finish this meeting's agenda items which were not covered and to discuss the following day's CHRB meeting and our position on 2016 dates.
- X. Next Meeting
The next meeting will be by conference call on Wednesday, Aug. 19 at 3:00 p.m. Friday, followed by a regular board meeting September 18, 2015, 11:00 a.m. at Los Alamitos.