

WEST VIRGINIA RACING COMMISSION

2003 ANNUAL REPORT

TO: Governor Bob Wise

ANNUAL REPORT
of the
WEST VIRGINIA
RACING COMMISSION
to the
GOVERNOR of the STATE of WEST VIRGINIA
2003

Andrew A. Payne III, Chairman
George T. Sidiropolis, Member
Dr. Bryan F. Mitchell, Member

Linda L. Lacy, Executive Secretary
Joseph F. Cuomo, C.P.A., Director of Audits/Director of Racing
Sherry J. Dorsey, Racing Specialist

April 30, 2004

**The Honorable Bob Wise
Governor of West Virginia**

It is my honor and privilege to submit to you the sixty-ninth Annual Report of the West Virginia Racing Commission covering the period of January 1, 2003, through December 31, 2003, inclusively.

This is in accordance with Section 4, Article 23, Chapter 19 of the Official Code of West Virginia, 1931, as amended.

Respectfully yours,

**Andrew A. Payne, III
Chairman**

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The included financial information and statistical data for the calendar years that ended December 31, 2003, and December 31, 2002, were compiled and prepared while utilizing certain accounting principles and auditing procedures considered to be applicable under the circumstances.

Joseph F. Cuomo, B.A., M.S., C.P.A.
Director of Audits
Director of Racing

SPECIAL REVENUES

January 1, 2003 - December 31, 2003

RECEIPTS

State's Commission Share of
Wagering on Thoroughbred Racetracks: \$ 1,093,468.28
(Pari-mutuel tax)

State's Commission Share of
Wagering on Greyhound Racetracks: \$ 2,536,740.88
(Pari-mutuel tax)

TOTAL PARI-MUTUEL TAXES \$ 3,630,209.16

Daily License Tax Paid to State by
Thoroughbred Associations - 472 live
race days at \$250.00 per day \$ 118,000.00

Daily License Tax Paid to State by
Greyhound Associations - 588 live
race days at \$150.00 per day \$ 88,200.00
TOTAL DAILY LICENSE TAXES \$ 206,200.00

Occupational License Fees collected at Racetracks:

Mountaineer Racetrack and Gaming Resort 106,860.00
PNGI Charles Town Races 96,745.00
Wheeling Downs Racing Association, Inc. 22,695.00
Tri-State Greyhound Park 23,050.00
\$ 249,350.00

Fines imposed and collected at:

Mountaineer Racetrack and Gaming Resort \$ 36,025.00
PNGI Charles Town Races 26,950.00
Wheeling Downs Racing Association, Inc. 11,250.00
Tri-State Greyhound Park 3,700.00
\$ 77,925.00

TOTALISATOR CREDIT ADJUSTMENT \$ -0-

TOTAL ALL SOURCES \$4,163,684.16

SPECIAL REVENUE- SOURCES DETAILED
STATE'S SHARE OF THOROUGHBRED AND
GREYHOUND WAGERING HANDLES AND DAILY LICENSE TAX
(LIVE AND SIMULCAST)
JANUARY 1, 2003 - DECEMBER 31, 2003

	<u>Mountaineer Racetrack and Resort</u>	<u>PNGI Charles Town Races</u>	<u>Wheeling Downs Racing Association Inc.</u>	<u>Tri-State Greyhound Park</u>	<u>Total</u>
<u>WINTER MEETING</u>					
January 1 through March 31:	\$108,800.00	\$164,880.76	\$410,983.27	\$227,527.06	\$912,191.09
<u>SPRING MEETING</u>					
April 1 through June 30:	\$138,636.25	\$188,567.24	\$500,652.96	\$278,199.88	\$1,106,056.33
<u>SUMMER MEETING</u>					
July 1 through September 30:	\$144,239.47	\$172,400.00	\$401,823.76	\$226,361.88	\$944,825.11
<u>FALL MEETING</u>					
October 1 through December 31:	<u>\$129,900.00</u>	<u>\$164,044.56</u>	<u>\$390,133.82</u>	<u>\$189,258.25</u>	<u>\$873,336.63</u>
<u>GRAND TOTALS</u>	<u>\$521,575.72</u> =====	<u>\$689,892.56</u> =====	<u>\$1,703,593.81</u> =====	<u>\$921,347.07</u> =====	<u>\$3,836,409.16</u> =====

PERCENTAGE COMMISSION DEDUCTIONS AND
DISTRIBUTIONS FROM THOROUGHBRED WAGERING HANDLES

(for any thoroughbred track with an average wagering handle greater than \$280,000 per day for the preceding calendar year)

DURING: January, February, March,
October, November, December

DURING: April, May, June,
July, August, September

DEDUCTIONS AND DISTRIBUTIONS
on wagers involving one(1)
horse-i.e., win, place, show.

HORSEMEN'S PURSES	7.375%	HORSEMEN'S PURSES	6.875%
ASSOCIATION	7.375%	ASSOCIATION	6.875%
STATE	.400%	STATE	1.400%
COUNTY	.100%	COUNTY	.100%
WVTDF*	<u>2.000%</u>	WVTDF*	<u>2.000%</u>
	<u>17.250%</u>		<u>17.250%</u>

DEDUCTIONS AND DISTRIBUTIONS
on wagers involving two (2)
horses, i.e., daily double
perfecta, exacta, quinella

HORSEMEN'S PURSES	8.25%	HORSEMEN'S PURSES	7.75%
ASSOCIATION	8.25%	ASSOCIATION	7.75%
STATE	.40%	STATE	1.40%
COUNTY	.10%	COUNTY	.10%
WVTDF*	<u>2.00%</u>	WVTDF*	<u>2.00%</u>
	<u>19.00%</u>		<u>19.00%</u>

DEDUCTIONS AND DISTRIBUTIONS
on wagers involving three (3) or
more horses-i.e., trifecta,
superfecta

HORSEMEN'S PURSES	11.25%	HORSEMEN'S PURSES	10.75%
ASSOCIATION	11.25%	ASSOCIATION	10.75%
STATE	.40%	STATE	1.40%
COUNTY	.10%	COUNTY	.10%
WVTDF*	<u>2.00%</u>	WVTDF*	<u>2.00%</u>
	<u>25.00%</u>		<u>25.00%</u>

Breakage - defined as "money left over from mutuel payoff when made and calculated to the dime" goes, daily, 50% to the Association and 50% to the Horsemen.

Any racing association conducting thoroughbred racing shall pay each day upon which horse races are run a daily license tax of \$250.00 to the State.

*WVTDF - West Virginia Thoroughbred Development Fund.

Note: Effective July 1, 1990, the state's share decreased by .3% for the ".3% Capital Improvement Fund".

PERCENTAGE COMMISSION DEDUCTIONS AND
DISTRIBUTIONS FROM THOROUGHBRED WAGERING HANDLES

(for any thoroughbred track with an average wagering handle of \$280,000 or less per day for the preceding calendar year)

Deductions on wagers involving one (1) horse-i.e., win, place, show is 17.25%

Deductions on wagers involving two (2) horses-i.e., daily double, perfecta, exacta, quinella is 19%

Deductions on wagers involving three (3) or more horses-i.e., trifecta, is 25%

After commissions are deducted as provided by law, they are then combined for distributions with the State* and County** receiving their shares as required by law with the remainder of the commissions divided between the Association and the Horsemen.

*State received \$1,000.00 for a performance's handle which did not exceed three hundred thousand dollars. Any excess over the three hundred thousand dollars wagering handle was multiplied by the applicable rate (.4% in January, February, and March; 1.4% in April, May, and June; 1.4% during July through September; .4% in October, November, and December) and added to the \$1,000.00.

Additionally, a daily license tax of \$250.00 per performance was paid to the State by the Association.

** The county receives 1/10th of 1% of the total wagering handle in each performance. Breakage - defined as "money left over from mutuel payoff when made and calculated to the dime" - is divided between the Association and Horsemen's Purses.

***At PNGI Charles Town Races, LLC., 2% of the handle is paid to the West Virginia Thoroughbred Development Fund. (WVTDF).

PERCENTAGE COMMISSION DEDUCTIONS AND
DISTRIBUTIONS FROM GREYHOUND WAGERING HANDLES
ENROLLED HOUSE BILL NO. 2367
EFFECTIVE APRIL 3, 1987.

	<u>STATE</u>	<u>COUNTY</u>	<u>CITY</u>	<u>Purses</u>
Percentage of 1st \$50,000 of Day's Handle	4%	.1%	.3%	3.75%
Percentage of next \$50,000 of Day's Handle	5%	.1%	.3%	3.75%
Percentage of next \$100,000 of Day's Handle	6%	.1%	.3%	3.75%
Percentage of next \$150,000 of Day's Handle	7%	.1%	.3%	3.75%
Percentage of excess of \$350,000 of Day's Handle	8%	.1%	.3%	3.75%

Deduction of wagers involving one (1) dog - 16.30%
 Deduction of wagers involving two (2) dogs - up to 19%
 Deduction of wagers involving three (3) dogs - up to 21%
 Deduction of wagers involving four (4) dogs - up to 23%

After commissions were deducted, they were then combined for distributions with the State, County, City, and purses receiving their shares as provided for by law with the remainder of the Commissions going to the Association.

Breakage - defined as "money left over from mutuel payoff when made and calculated to the dime" goes wholly to the Association.

Any racing association conducting dog races shall pay each day upon which dog races are run a daily license tax of \$150.00 to the State in addition to the pari-mutuel tax.

Note: Enrolled House Bill 2587, effective July 1, 1989, provided for these changes which affected the above information:

(1). The commission deducted on wagers involving three (3) dogs cannot exceed 20%; The commission deducted on wagers involving four (4) dogs cannot exceed 21%. This is to remain in effect until June 30, 1991. Thereafter, the commission deductions shall rise to 21% and 23%, respectively, unless the Legislature, after review, determines otherwise. Starting July 1, 1991, commission deductions were permitted to rise.

(2). .30% of the daily pari-mutuel pools was deducted from the calculated pari-mutuel pools tax and deposited to the "West Virginia Racing Commission-Special Account-West Virginia Greyhound Breeding Development Fund".

(3). The so-called "minimum pari-mutuel tax" was removed effective July 7, 1989.

PERCENTAGE COMMISSION DEDUCTIONS AND
DISTRIBUTIONS FROM WAGERING HANDLES
RELATING TO PARI-MUTUEL WAGERING
ON INTERSTATE AND INTRASTATE HORSE
AND DOG RACING AT RACE TRACKS OPERATED
BY LICENSED RACING ASSOCIATIONS
"SIMULCASTING"

WEST VIRGINIA SENATE BILL NO. 473 - EFFECTIVE MARCH 12, 1982.

TOTAL DEDUCTIONS AND DISTRIBUTIONS FOR THOROUGHBREDS ON WAGERS INVOLVING

- One (1) Horse(i.e.,win, place, show) is 17.25%
- Two (2) Horses(i.e., daily double, perfecta, exacta, quinella) is 19%
- Three (3) or more Horses (trifecta) is 25%

TOTAL DEDUCTIONS ON ALL TYPES OF GREYHOUNDS WAGERING IS 16.25%

The Association paid from the above deductions the applicable pari-mutuel pool taxes to the State and County or City. After deducting and distributing these taxes, the Association deducted and distributed the amount required to be paid under the terms of the contract with the legal wagering entity ("Host Track"). Next, the Association paid the expense, if any, of transmitting the race via satellite for viewing. The balance was then divided between the Association and the regular purse fund for the horsemen or dog purses.

INTERSTATE SIMULCASTS BY
LICENSED RACETRACKS
CHAPTER 19, ARTICLE 23, SECTION 12c
OF THE WEST VIRGINIA CODE
ENROLLED COMMITTEE SUBSTITUTE FOR HOUSE BILL 2632
EFFECTIVE MARCH 10, 1995

Distribution of Signal Transmission Fee:

- (A). One percent of Signal Transmission Fee to pension plan;
- (B). Seven and one-half percent of Signal Transmission Fee to the West Virginia Thoroughbred Development Fund, if applicable;
- (C). Costs to transmit signal;
- (D). Fifty-percent of balance to purse fund at thoroughbred racetracks.

PERCENTAGE COMMISSION DEDUCTIONS
AND DISTRIBUTIONS FROM WAGERING
HANDLES RELATING TO PARI-MUTUEL
WAGERING ON INTERSTATE HORSE
AND DOG RACING AT RACETRACKS
OPERATED BY LICENSED RACING ASSOCIATION
"COMMINGLING"

WEST VIRGINIA SENATE BILL NO. 270-EFFECTIVE JUNE 7, 1990
(AMENDED BY SENATE BILL NO. 389, Effective June 4, 1992)
(AMENDED BY HOUSE BILL NO. 2785, Effective July 9, 1993)
(AMENDED BY HOUSE BILL NO. 2595, Effective July 11, 1997)

- (1). Subject to the approval of the West Virginia Racing Commission, the types of betting, licensee commissions and distributions of winnings on pari-mutuel pools of the sending licensee racetrack (host racetrack) are those in effect at the licensed racetrack.
- (2). Breakage for the pari-mutuel pools are calculated in accordance with the law governing the sending racetrack and distributed in a manner agreed to between the licensee and the sending racetrack.
- (3). Pari-mutuel pools tax is calculated as follows:
 - (A). For each televised racing day on which the total pari-mutuel pool is \$100,000.00 or less, the licensee shall pay a daily license tax of \$500.00 plus an additional license tax of \$100.00 for each \$10,000.00, or part thereof, that the pari-mutuel pool exceeds \$50,000.00, but does not exceed \$100,000.00;
 - (B). For each televised racing day on which the total pari-mutuel pool exceeds \$100,000.00, the greater of either:
 - (i). the total of the daily license tax and the pari-mutuel pools tax, or
 - (ii). a daily license tax of \$1,250.00.
- (4). After deducting the tax, the amount paid to the host racetrack, and the cost of the transmission, .10% of the commissions for the county, .25% of the pari-mutuel wagering for the associations' pension fund, and 6% of net simulcast income (at Charles Town Races only) for the West Virginia Thoroughbred Development Fund (WVTDF), and 50% of the remainder is deposited to the purse fund at the thoroughbred racetracks and as agreed to at the greyhound racetracks. Effective July 11, 1997, the West Virginia Greyhound Breeding Development Fund started receiving .2% of the simulcasting pari-mutuel wagering.
- (5). Calculation of the total pari-mutuel pool shall include only one-half of all wagers involving intrastate simulcasts.

LIVE RACE MEETINGS - 2003

	<u>Mountaineer Racetrack</u>	<u>PNGI Charles Town Races</u>	<u>Total Thorough- bred</u>	<u>Wheeling Downs Racing Association Inc.</u>	<u>Tri-State Greyhound Park</u>	<u>Total Greyhound</u>	<u>Total All Licenses</u>
<u>WINTER MEETING</u>							
January 1 through March 31:							
Actual Race Days	38	62	100	75	76	151	251
<u>SPRING MEETING</u>							
April 1 through June 30:							
Actual Race Days	60	65	125	77	66	143	268
<u>SUMMER MEETING</u>							
July 1 through September 30:							
Actual Race Days	66	64	130	66	77	143	273
<u>FALL MEETING</u>							
October 1 through December 31:							
Actual Race Days	<u>58</u>	<u>59</u>	<u>117</u>	<u>75</u>	<u>76</u>	<u>151</u>	<u>268</u>
<u>GRAND TOTALS</u>							
Actual Race Days	222	250	472	293	295	588	1,060
	===	===	===	===	===	===	=====

Note: (1). 392 performances were held at Wheeling Downs Racing Association.
(2). 350 performances were held at Tri-State Greyhound Park.

CERTAIN STATISTICAL DATA ON LICENSEES - THOROUGHBRED
COMPARISON INFORMATION - 2003 and 2002

	<u>Mountaineer Racetrack And Gaming Resort</u>			<u>PNGI Charles Town Races</u>			<u>Total Thoroughbred</u>		
	<u>2003</u>	<u>2002</u>	<u>Difference</u>	<u>2003</u>	<u>2002</u>	<u>Difference</u>	<u>2003</u>	<u>2002</u>	<u>Difference</u>
Total Handle	\$398,983,643	\$307,319,135	\$91,664,508	\$241,109,518	\$235,119,484	\$5,990,034	\$640,093,161	\$542,438,719	\$97,654,442
State's Share of Handle & Daily License Tax	\$521,576	\$ 474,006	\$ 47,570	\$ 689,891	\$ 639,624	\$ 50,267	\$ 1,211,467	\$ 1,113,630	\$ 97,837
Association's Share of Handle	\$ 8,031,378	\$ 6,879,216	\$1,152,162	\$ 7,658,547	\$ 8,003,262	\$ (344,715)	\$ 15,689,925	\$ 14,882,478	\$ 807,447
Horsemen's Share of Handle	\$ 8,031,383	\$ 6,879,209	\$1,152,174	\$ 7,658,548	\$ 8,003,258	\$ (344,710)	\$ 15,689,931	\$ 14,882,467	\$ 807,464
County's Share of Handle	\$ 19,704	\$ 20,672	\$ (968)	\$ 36,888	\$ 41,035	\$ (4,147)	\$ 56,592	\$ 61,707	\$ (5,115)
City's Share of Handle	N/A	N/A	--	N/A	N/A	--	N/A	N/A	--
WV Thoroughbred Development Fund	N/A	N/A	--	\$ 1,371,163	\$ 1,444,738	\$ (73,575)	\$ 1,371,163	\$ 1,444,738	\$ (73,575)
WV Greyhound Breeding Development Fund	N/A	N/A	--	N/A	N/A	--	N/A	N/A	--
Host Tracks' Share of Simulcasting	\$ 736,337	\$ 731,250	\$ 5,087	\$ 1,415,450	\$ 1,487,883	\$ (72,433)	\$ 2,151,787	\$ 2,219,133	\$ (67,346)
Transmission Costs Simulcasting	\$ 946,778	\$ 957,782	\$ (11,004)	\$ 568,159	\$ 659,563	\$ (91,404)	\$ 1,514,937	\$ 1,617,345	\$ (102,408)
Amount of Total Handle returned to Patrons	\$306,393,412	\$236,286,280	\$70,107,132	\$187,295,148	\$183,381,378	\$3,913,770	\$493,688,560	\$419,667,658	\$74,020,902
Breakage:									
To Association	\$ 80,070	\$ 80,628	(558)	\$ 191,446	\$ 201,391	\$ (9,945)	\$ 271,516	\$ 282,019	\$ (10,503)
To Horsemen	\$ 80,070	\$ 80,628	(558)	\$ 191,446	\$ 201,391	\$ (9,945)	\$ 271,516	\$ 282,019	\$ (10,503)
Pension Share of Handle	\$ 158,291	\$ 132,972	\$ 25,319	\$ 157,112	\$ 160,234	\$ (3,122)	\$ 315,403	\$ 293,206	\$ 22,197
Signal Transmission Fee	\$ 10,568,102	\$ 7,988,856	\$ 2,579,246	\$ 4,937,319	\$ 4,632,345	\$ 304,974	\$ 15,505,421	\$ 12,621,201	\$ 2,884,220

CERTAIN STATISTICAL DATA ON LICENSEES - GREYHOUND
COMPARISON INFORMATION - 2003 and 2002

	<u>WHEELING DOWNS RACING ASSOCIATION, INC.</u>			<u>TRI-STATE GREYHOUND PARK</u>			<u>TOTAL GREYHOUND</u>		
	<u>2003</u>	<u>2002</u>	<u>Difference</u>	<u>2003</u>	<u>2002</u>	<u>Difference</u>	<u>2003</u>	<u>2002</u>	<u>Difference</u>
Total Handle	\$68,043,982	\$72,795,650	\$ (4,751,668)	\$40,641,008	\$43,782,771	\$(3,141,763)	\$108,684,990	\$116,578,421	\$(7,893,431)
State's Share of Handle & Daily License Tax	\$ 1,703,593	\$ 1,920,573	\$(216,979.19)	\$ 921,347	\$ 978,936	\$ (57,589)	\$ 2,624,940	\$ 2,899,509	\$ (274,569)
Association's Share of Handle	\$ 4,715,033	\$ 5,305,615	\$ (590,582)	\$ 3,982,162	\$ 4,240,477	\$ (258,315)	\$ 8,697,195	\$ 9,546,092	\$ (848,897)
Purses' Share of Handle	\$ 1,427,920	\$ 1,641,371	\$ (213,451)	\$ 883,658	\$ 993,679	\$ (110,021)	\$ 2,311,578	\$ 2,635,050	\$ (323,472)
County's Share of Handle	\$ 34,001	\$ 39,330	\$ (5,329)	\$ 14,859	\$ 17,192	\$ (2,603)	\$ 48,860	\$ 56,522	\$ (7,662)
City's Share of Handle	\$ 93,847	\$ 108,885	\$ (15,038)	\$ 30,857	\$ 37,062	\$ (6,205)	\$ 124,704	\$ 145,947	\$ (21,243)
WV Thoroughbred Development Fund	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
WV Greyhound Breeding Development Fund	\$ 119,369	\$ 137,272	\$ (17,903)	\$ 73,449	\$ 81,983	\$ (8,534)	\$ 192,818	\$ 219,255	\$ (26,437)
Host Tracks' Share of Simulcasting	\$ 671,210	\$ 730,876	\$ (59,666)	\$ 799,056	\$ 794,733	\$ 4,323	\$ 1,470,266	\$ 1,525,609	\$ (55,343)
Transmission Costs- Simulcasting	\$ 639,508	\$ 674,886	\$ (35,378)	\$ 306,250	\$ 322,875	\$ (16,625)	\$ 945,758	\$ 997,761	\$ (52,003)
Amount of Total Handle Returned to Patrons	\$53,806,311	\$57,876,502	\$ (4,070,191)	\$31,938,578	\$34,834,710	\$(2,896,132)	\$85,747,889	\$ 92,711,212	\$(6,963,323)
Breakage:									
To Association	\$ 119,037	\$ 127,976	\$ (8,939)	\$ 112,180	\$ 111,413	\$ 767	\$ 231,217	\$ 239,389	(8,172)
To Horsemen	N/A	N/A	--	N/A	N/A	--	--	--	--
Pension Share of Handle	\$ 37,594	\$ 40,277	\$ (2,683)	\$ 68,497	\$ 58,234	\$ 10,263	\$ 106,091	\$ 98,511	\$ 7,580
Signal Transmission Fee	\$ 569,502	\$ 479,329	\$ 90,173	\$ 243,725	\$ 208,519	\$ 35,206	\$ 813,227	\$ 687,484	\$ 125,379

CERTAIN STATISTICAL DATA ON LICENSEES
COMPARISON INFORMATION - 2003 AND 2002
CONSOLIDATED: THOROUGHBRED AND GREYHOUND

	<u>2003</u>	<u>2002</u>	<u>DIFFERENCE</u>
Handle	\$ 748,778,151	\$ 659,017,140	\$89,761,011
State's Share of Handle and Daily License Tax	\$ 3,836,407	\$ 4,013,139	(176,732)
Association's Share of Handle	\$ 24,387,120	\$ 24,428,570	(41,450)
Purses' Share of Handle	\$ 18,001,509	\$ 17,517,517	483,992
County's Share of Handle	\$ 105,452	\$ 118,229	(12,777)
City's Share of Handle	\$ 124,704	\$ 145,947	(21,243)
WV Thoroughbred Development Fund	\$ 1,371,163	\$ 1,444,738	(73,575)
WV Greyhound Breeding Development Fund	\$ 192,818	\$ 219,255	(26,437)
Host Tracks' Share of Simulcasting	\$ 3,622,053	\$ 3,744,742	(122,689)
Transmission Costs - Simulcasting	\$ 2,460,695	\$ 2,615,106	(154,411)
Amount of Total Handle Returned to Patrons	\$ 579,436,449	\$ 512,378,870	67,057,579
Breakage:			
To Association	\$ 502,733	\$ 521,408	(18,675)
To Horsemen	\$ 271,516	\$ 282,019	(10,503)
Pension share of Handle	\$ 421,494	\$ 391,717	29,777
Signal Transmission Fee	\$ 16,318,648	\$ 13,309,049	3,009,599

Notes: (1). For purposes of this report, the cents have been dropped;

(2). While simulcast figures are included with the "live" figures, they are shown separately on other pages.

HANDLE COMPARISON - BY MEETING
2003 and 2002

	<u>MOUNTAINEER RACETRACK AND GAMING RESORT</u>	<u>PNGI CHARLES TOWN RACES</u>	<u>WHEELING DOWNS RACING ASSOC. INC.</u>	<u>TRI-STATE GREYHOUND PARK</u>
<u>WINTER MEETING</u>				
Jan. 1 through March 31:				
2003	\$53,405,860	\$38,774,485	\$ 13,882,545	\$ 4,826,396
2002	<u>61,339,858</u>	<u>46,196,607</u>	<u>14,671,381</u>	<u>4,615,078</u>
Difference	\$(7,933,998)	\$(7,362,122)	\$ (788,836)	\$ 211,318
<u>SPRING MEETING</u>				
April 1 through June 30:				
2003	\$98,436,958	\$55,775,230	\$ 15,729,711	\$ 4,036,638
2002	<u>81,536,308</u>	<u>48,851,536</u>	<u>15,154,031</u>	<u>5,021,589</u>
Difference	\$16,900,650	\$ 6,923,694	\$ 575,680	\$ (984,951)
<u>SUMMER MEETING</u>				
July 1 through September 30:				
2003	\$117,947,934	\$54,642,110	\$ 12,129,376	\$4,988,744
2002	<u>77,006,621</u>	<u>48,514,934</u>	<u>15,109,334</u>	<u>5,341,819</u>
Difference	\$ 40,941,313	\$ 6,127,176	\$ (2,979,958)	\$ (353,075)
<u>FALL MEETING</u>				
October 1 through December 31:				
2003	\$106,666,479	\$47,616,406	\$ 12,846,517	\$ 4,169,011
2002	<u>64,647,525</u>	<u>44,764,470</u>	<u>12,935,838</u>	<u>4,721,473</u>
Difference	\$ 42,018,954	\$ 2,851,936	\$ (89,321)	\$ (552,462)
<u>GRAND TOTALS</u>				
2003	\$376,457,231	\$196,808,231	\$ 54,588,149	\$18,020,789
2002	<u>284,530,312</u>	<u>188,267,547</u>	<u>57,870,584</u>	<u>19,699,959</u>
Difference	\$ 91,926,919	\$ 8,540,684	\$ 3,282,435	\$(1,679,170)
% of change	<u>32%</u>	<u>5%</u>	<u>(6)%</u>	<u>(9)%</u>

Notes: Pari-mutuel wagering on "live" racing. (On-Track and "Export")
"Exporting" began August 16, 2000, at Mountaineer Racetrack, June 5, 1999, at PNGI Charlestown Races, July 7, 2000, at Wheeling Downs, and October 13, 2000, at Tri-State Racetrack.

ANALYSIS OF LIVE THOROUGHBRED HANDLES - 2003
ON-TRACK AND EXPORT

	<u>MOUNTAINEER</u> <u>RACETRACK</u> <u>AND Gaming RESORT</u>	<u>PNGI</u> <u>CHARLES TOWN</u> <u>RACES</u>
<u>WINTER MEETING</u>		
January 1 through March 31:		
Regular*	\$ 16,210,085	\$13,010,166
Multiple - 2**	18,442,743	14,614,210
Multiple - 3***	<u>18,753,032</u>	<u>11,150,109</u>
	\$ 53,405,860	\$38,774,485
<u>SPRING MEETING</u>		
April 1 through June 30:		
Regular*	\$ 30,868,453	\$17,664,218
Multiple - 2**	33,889,039	21,814,731
Multiple - 3***	<u>33,679,466</u>	<u>16,296,281</u>
	\$ 98,436,958	\$55,775,230
<u>SUMMER MEETING</u>		
July 1 through September 30:		
Regular*	\$ 37,253,372	\$20,691,670
Multiple - 2**	41,148,067	19,347,022
Multiple - 3***	<u>39,546,495</u>	<u>14,603,418</u>
	\$117,947,934	\$54,642,110
<u>FALL MEETING</u>		
October 1 through December 31:		
Regular*	\$32,638,986	\$15,780,684
Multiple - 2**	37,259,086	18,267,422
Multiple - 3***	<u>36,768,407</u>	<u>13,568,300</u>
	\$106,666,479	\$47,616,406
<u>GRAND TOTALS</u>		
Regular*	\$116,970,896	\$67,146,738
Multiple - 2**	130,738,935	74,043,385
Multiple - 3***	<u>128,747,400</u>	<u>55,618,108</u>
	<u>\$376,457,231</u>	<u>\$196,808,231</u>

* Single wagers involving one (1) horse -i.e., win, place, show.

** Single wagers involving two (2) horses -i.e., daily double, perfecta, exacta.

***Single wagers involving three (3) or more horses -i.e., trifecta, superfecta, pick-six.

ANALYSIS OF LIVE GREYHOUND WAGERING HANDLE - 2003
On-Track and Export

	<u>WHEELING DOWNS</u> <u>RACING ASSOC. INC.</u>	<u>TRI-STATE</u> <u>GREYHOUND PARK</u>
<u>WINTER MEETING</u>		
January 1 through March 31:		
Regular - *	\$ 1,097,426	\$ 654,051
Multiple - 2**	4,100,323	1,320,302
Multiple - 3***	6,519,795	2,039,508
Multiple - 4****	<u>2,165,001</u>	<u>812,535</u>
	\$ 13,882,545	\$ 4,826,396
<u>SPRING MEETING</u>		
April 1 through June 30:		
Regular - *	\$ 1,357,787	\$ 647,172
Multiple - 2**	4,616,409	1,126,499
Multiple - 3***	7,337,677	1,598,698
Multiple - 4****	<u>2,417,838</u>	<u>664,269</u>
	\$ 15,729,711	\$ 4,036,638
<u>SUMMER MEETING</u>		
July 1 through September 30:		
Regular - *	\$ 1,109,286	\$ 769,856
Multiple - 2**	3,555,554	1,360,785
Multiple - 3***	5,696,378	2,036,140
Multiple - 4****	<u>1,768,158</u>	<u>821,963</u>
	\$12,129,376	\$ 4,988,744
<u>FALL MEETING</u>		
October 1 through December 31:		
Regular - *	\$ 1,143,585	\$ 622,593
Multiple - 2**	3,868,153	1,091,941
Multiple - 3***	5,958,768	1,732,407
Multiple - 4****	<u>1,876,011</u>	<u>722,070</u>
	\$ 12,846,517	\$ 4,169,011
<u>GRAND TOTALS</u>		
Regular - *	\$ 4,708,084	\$ 2,693,672
Multiple - 2**	16,140,439	4,899,527
Multiple - 3***	25,512,618	7,406,753
Multiple - 4****	<u>8,227,008</u>	<u>3,020,837</u>
	<u>\$ 54,588,149</u>	<u>\$ 18,020,789</u>

* - single wagers involving one (1) greyhound - i.e., win, place show.

** - single wagers involving two (2) greyhounds - i.e., quinella, perfecta

*** - single wagers involving three(3) greyhounds - i.e., trifecta,twin trifecta

**** - single wagers involving four or more (4) greyhounds - i.e., superfecta

ACTUAL PURSES PAID* BY ASSOCIATIONS
FOR REGULAR PURSES COMPARED WITH
HORSEMEN'S STATUTORY SHARE OF WAGERING
HANDLES, HORSEMEN'S SHARE OF BREAKAGE, AND HORSEMEN'S SHARE OF VIDEO LOTTERY FOR PURSES

	<u>MOUNTAINEER</u> <u>RACETRACK AND</u> <u>GAMING RESORT</u>	<u>PNGI</u> <u>CHARLES TOWN</u> <u>RACES</u>
<u>WINTER MEETING</u>		
January 1 through March 31:		
Actual Purses Paid	\$ 5,956,596	\$ 5,749,026
Horsemen's Share	(A) <u>9,145,568</u>	<u>7,231,634</u> (E)
Overpaid (underpaid)	\$ (3,188,972)	\$(1,482,608)
Races	368	478
<u>SPRING MEETING</u>		
April 1 through June 30:		
Actual Purses Paid	\$ 11,084,642	\$ 8,391,536
Horsemen's Share	(B) <u>7,487,676</u>	<u>7,466,884</u> (F)
Overpaid (underpaid)	\$ 3,596,966	\$ 924,652
Races	600	636
<u>SUMMER MEETING</u>		
July 1 through September 30:		
Actual Purses Paid	\$ 12,194,508	\$ 8,997,471
Horsemen's Share	(C) <u>12,721,916</u>	<u>13,103,521</u> (G)
Overpaid (underpaid)	\$ (527,408)	(4,106,050)
Races	650	636
<u>FALL MEETING</u>		
October 1 through December 31:		
Actual Purses Paid	\$ 10,265,076	\$ 9,941,992
Horsemen's Share	(D) <u>10,801,648</u>	<u>10,773,610</u> (H)
Overpaid (underpaid)	\$ (536,572)	\$ (831,618)
Races	572	582
<u>GRAND TOTALS</u>		
Actual Purses Paid	\$ 39,500,822	\$ 33,080,025
Horsemen's Share	<u>40,156,808</u>	<u>38,575,649</u>
Overpaid (underpaid)	<u>\$ (655,986)</u>	<u>\$ (5,495,624)</u>
<u>Live Total Races</u>	<u>2,190</u>	<u>2,332</u>

* Includes amount paid to Horsemen's Benevolent and Protective Association (H.B.P.A.). At Mountaineer Racetrack and Resort, the H.B.P.A. receives 2% of the "Actual Purses Paid" and at Charles Town the H.B.P.A. receives 2% of the "Actual Purses Paid."

Notes: (1). Includes Horsemen's share of Video Lottery at Mountaineer Racetrack and Gaming Resort and Horsemen's share of simulcasting at Wheeling Downs Racing Association, respectively: (A). \$7,744,118 and \$48,935; (B). \$5,212,873 and \$64,468; (C) \$10,225,968 and \$53,908; (D). \$8,653,800 and \$41,253.

(2). The actual Purses Paid figure for Mountaineer Park includes \$500,000 paid to the special fund for a pension for back-stretch personnel and -0- for Racing Capital Improvements.

(3). Includes Horsemen's Share of video lottery at PNGI Charles Town Races: (E). \$5,526,599; (F). \$5,237,354; (G). 10,951,463; (H). \$8,927,406.

(4). The Actual Purses Paid figures for PNGI Charles Town Races includes \$500,000 paid to the special fund for a pension for back-stretch personnel.

(5). There was an "overpayment" in purses as of June 30, 2002, in the amount of \$218,169.01 which was subsequently repaid by the Horsemen's regular purse account.

Note: Horsemen's share under Grand Totals for PNGI Charles Town Races includes \$78,645 in interest earned.

PURSES PAID BY THE GREYHOUND ASSOCIATIONS

	WHEELING DOWNS RACING ASSOCIATION, INC.	TRI-STATE GREYHOUND PARK
<u>WINTER MEETING</u>		
Races	1,535	1,335
January 1 through March 31:		
"Live"	\$285,616	\$102,736
S/C	94,782	118,375
VL	<u>4,429,193</u>	<u>2,192,814</u>
	<u>\$4,809,591</u>	<u>\$2,413,925</u>
<u>SPRING MEETING</u>		
Races	1,545	1,169
April 1 through June 30:		
"Live"	\$ 339,144	\$ 90,662
S/C	99,459	143,789
VL	<u>3,094,781</u>	<u>1,282,339</u>
	<u>\$3,533,384</u>	<u>\$1,516,790</u>
<u>SUMMER MEETING</u>		
Races	1,297	1,380
July 1 through September 30:		
"Live"	\$ 274,736	\$ 107,073
S/C	103,469	122,896
VL	<u>6,629,882</u>	<u>\$2,323,073</u>
	<u>\$ 7,008,087</u>	<u>\$2,553,042</u>
<u>FALL MEETING</u>		
Races	1,489	1,364
October 1 through December 31:		
"Live"	\$ 273,596	\$ 85,293
S/C	81,018	112,834
VL	<u>5,707,423</u>	<u>2,083,780</u>
	<u>\$6,062,037</u>	<u>\$2,281,907</u>
Total - Regular Purses	<u>\$21,413,099</u>	<u>\$8,765,664</u>
Total Races	5,866	5,248

- Note:(A). (1). "Live" - Sourced from on-site patrons wagering on the association's races;
(2). S/C-Sourced from simulcast wagering, both "Export" and "Import".
(3). VL-Sourced from Video lottery;

(B). \$123,900.76 is the total amount received at Wheeling Downs for (and included in the above) purses from Mountaineer Park for all greyhound simulcasting wagering occurring at Mountaineer Park, as follows:

Winter Meeting - \$30,266.88; Spring Meeting - \$32,835.89; Summer Meeting - \$33,662.67; Fall Meeting - \$27,135.32.

STAKE RACES AND PURSE SUPPLEMENTS
AT WHEELING DOWNS RACING ASSOCIATION, INC. - 2003

<u>DATE</u>	<u>MEETING</u>	<u>AMOUNT PAID BY ASSOCIATION</u>	<u>AMOUNT PAID BY * RACING COMMISSION</u>	<u>TOTAL</u>
August 9, 2003	Summer	-0-	\$75,000.00	\$75,000.00
				<u>\$75,000.00</u>
				=====

STAKE RACES AND PURSE SUPPLEMENTS AT
TRI-STATE GREYHOUND PARK - 2003

<u>DATE</u>	<u>MEETING</u>	<u>AMOUNT PAID BY ASSOCIATION</u>	<u>AMOUNT PAID BY * RACING COMMISSION</u>	<u>TOTAL</u>
June 28, 2003	Spring	-0-	\$30,000.00	\$30,000.00
September 6, 2003	Summer	-0-	\$15,000.00	\$15,000.00
December 6, 2003	Fall	-0-	\$30,000.00	<u>\$30,000.00</u>
				\$75,000.00
				=====

NOTE: All of these races are funded from the Uncashed Pari-Mutuel Ticket Fund, which is held by the West Virginia Racing Commission. All of these stakes races are open to all qualifying greyhounds including greyhounds participating in the West Virginia Greyhound Breeding Development Fund.

WAGERING ON INTERSTATE AND INTRASTATE
HORSE AND DOG RACING AT RACETRACKS OPERATED
BY LICENSED RACING ASSOCIATIONS
"SIMULCASTING"
2003

	<u>MOUNTAINEER RACETRACK AND GAMING RESORT</u>	<u>PNGI CHARLES TOWN RACES INC.</u>	<u>WHEELING DOWN RACING ASSOC.</u>	<u>TRI-STATE GREYHOUND PARK</u>
<u>WINTER MEETING</u>				
January 1 through March 31:	\$5,667,519	\$10,750,510	\$3,445,204	\$5,424,892
<u>SPRING MEETING</u>				
April 1 through June 30:	\$6,289,262	\$12,390,778	\$3,590,657	\$6,570,396
<u>SUMMER MEETING</u>				
July 1 through September 30:	\$5,445,336	\$10,771,728	\$3,595,234	\$5,530,575
<u>FALL MEETING</u>				
October 1 through December 31:	<u>\$ 5,124,295</u>	<u>\$10,388,271</u>	<u>\$2,824,738</u>	<u>\$5,094,356</u>
<u>GRAND TOTALS</u>	<u>\$22,526,412</u>	<u>\$44,301,287</u>	<u>\$13,455,833</u>	<u>\$22,620,219</u>

Note: Pari-Mutuel wagering with commingling occurring at these racetracks on races conducted at other racetracks, both interstate and intrastate.

DEDUCTIONS AND DISTRIBUTIONS FROM WAGERING
ON INTERSTATE AND INTRASTATE HORSE AND DOG RACING
AT RACE TRACKS OPERATED BY LICENSED
RACING ASSOCIATIONS

"SIMULCASTING"

	<u>Amount</u> <u>Wagered</u>	<u>State's</u> <u>Share</u>	<u>County's</u> <u>Share</u>	<u>Purses'</u> <u>Share</u>	<u>Association</u> <u>Share</u>	<u>Host Tracks</u> <u>Share</u>	<u>Development</u> <u>Fund</u>	<u>Pension</u> <u>Share</u>	<u>Breakage</u>	<u>Cost</u>
Mountaineer Racetrack and Resort	\$22,526,412	\$248,986	\$4,382	\$1,565,461	\$1,565,457	\$ 736,337	N/A	\$52,611	\$92,621	\$516,484
PNGI Charles Town Races	\$44,301,287	\$377,393	\$8,755	\$3,184,430	\$3,184,429	\$1,415,451	\$438,046	\$107,720	\$226,128	\$272,924.61
Wheeling Downs Racing Association, Inc.	\$13,455,833	\$229,874	\$2,717	\$254,827	\$1,331,308	\$671,210	\$25,523	\$31,898	\$51,862	\$ 312,225
Tri-State Greyhound Park	\$22,620,219	\$477,831	\$4,575	\$497,948	\$2,967,876	\$799,056	\$42,592	\$53,239	\$ 79,910	N/A

NOTES:

- (1). The shares allocated to the Associations, transmission costs, and purses are subject to adjustments pending final billings.
- (2). The above amounts are rounded off to the nearest dollar.
- (3). Transmission costs at Tri-State Greyhound park are paid from the Association's share.

SIMULCASTING - CHAPTER 19, ARTICLE 23,
SECTION 12c OF THE WEST VIRGINIA CODE
"EXPORTING"
2003

<u>DATE</u>	<u>HANDLE</u>	<u>SIGNAL TRANSMISSION FEE</u>	<u>PENSION</u>	<u>WVTF</u>	<u>TRANSMISSION</u>	<u>REMAINDER</u>	<u>PURSES</u>	<u>ASSOCIATION</u>	
(A)									
	Mountaineer Racetrack and Gaming Resort	\$361,135,347	\$10,568,104.06	\$105,680.99	N/A	\$157,416.17	\$10,305,006.90	\$5,152,503.45	\$5,152,503.45
(B)									
	PNGI Charles Town Races	\$168,674,780	\$4,939,321.07	\$49,393.25	\$370,449.06	\$297,800.00	\$4,221,678.76	\$2,110,839.38	\$2,110,839
(C)									
	Wheeling Downs Racing Association	\$ 23,305,678	\$ 569,502.21	\$ 5,695.05	N/A	\$342,374.18	\$ 221,432.98	-0-	\$221,432.98
(D)									
	Tri-State Racetrack	\$ 7,735,187	\$ 243,726.29	\$ 2,437.24	N/A	\$306,250.00	\$(64,960.95)	-0-	\$(64,960.95)

Exporting Began: (A) August 11, 2000
(B) June 5, 1999
(C) July 7, 2000
(D) October 13, 2000

Note: Purses' share at the greyhound racetracks receive shares as provided for by contract

WEST VIRGINIA RACING COMMISSION
SPECIAL ACCOUNT - UNREDEEMED PARI-MUTUEL TICKETS
Fund held by the West Virginia Racing Commission
January 1, 2003 - December 31, 2003

THOROUGHBRED:

Transfer from UPMTF Balance (1-1-03)	\$107,000.00
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THOROUGHBRED RECEIPTS

Mountaineer Park, Inc.	\$ 221,698.35	
PNGI Charles Town Races, LLC.	421,482.75	
Transfer from Greyhound	215,200.00	
Interest earned on Investments	<u>242.22</u>	\$ 858,623.32
		<u>\$ 965,623.32</u>

THOROUGHBRED DISBURSEMENTS

Barn Area Capital Improvements - MP	\$ -0-	
Disbursed to Resident Owners	561,433.70	
Disbursed to Breeder Owners	233,880.90	
Disbursed to Stallion Owners	166,239.00	
Disbursed-Unredeemed Pari-Mutuel Tickets	<u>4,040.15</u>	<u>\$965,593.75</u>
Excess Encumbered to UPMTF		<u>\$ 29.57</u>

GREYHOUND:

GREYHOUND RECEIPTS

Transfer from UPMTF Balance (1-1-03)		\$250,000.00
Wheeling Downs Greyhound Racing Assoc., Inc.	283,223.52	
Tri-State Greyhound Park	235,499.50	
Interest earned on Investments:	<u>5,412.34</u>	<u>\$524,135.36</u>
		<u>\$774,135.36</u>

GREYHOUND DISBURSEMENTS

Disbursed - Unredeemed Pari-Mutuel Tickets	\$ 2,148.95	
Stake Races	150,000.00	
Transfer to Thoroughbred	215,000.00	
Transfer to West Virginia Greyhound Breeding Development Fund	<u>400,000.00</u>	<u>\$767,348.95</u>
Excess Encumbered to UPMTF		<u>\$ 6,786.41</u> =====

*UPMTF - Unredeemed Pari-Mutuel Ticket Fund

WEST VIRGINIA THOROUGHBRED DEVELOPMENT FUND
CHAPTER NINETEEN, ARTICLE TWENTY-THREE, SECTION THIRTEEN (b)
OF THE WEST VIRGINIA CODE - EFFECTIVE MARCH 27, 1984.
Activity

Deposits, Interest Earned, and Expenditures - 2003

Category I - "Remainder"

(A). Regular Purses:

Balance as of December 31, 2002	\$	-0-	
Transfer made during 2003		-0-	
Interest earned during 2003		-0-	
Expenditures made during 2003		-0-	\$ -0-

(B). Capital Improvements, Marketing and Advertising:

Balance as of December 31, 2002	\$	14,013.87	
Transfer made during 2003		-0-	
Interest earned during 2003		37.36	
Expenditures made during 2003		-0-	\$ 14,051.23
Balance as of December 31, 2003 - Category I "Remainder"			\$ 14,051.23

Category II - "Awards"

(A). Breeders/Raisers Awards:

Balance as of December 31, 2002	\$	3,915,577.40	
Transfer made during 2003		-0-	
Deposits made during 2003		3,374,307.40	
Interest earned during 2003		13,008.60	
Expenditures made during 2003		(2,236,672.05)	
Distribution of 2/15/03 balance Administration and Promotion		(51,211.80)	\$5,015,009.55

(B). Sire Owner Awards:

Balance as of December 31, 2002	\$	726,228.85	
Transfer made during 2003		-0-	
Deposits made during 2003		843,576.19	
Interest earned during 2003		3,252.81	
Expenditures made during 2003		(559,168.01)	
Administration and Promotion		(12,802.95)	\$1,001,086.89

(C). Owner Purse Supplement Awards:

Balance as of December 31, 2002	\$	1,210,379.75	
Transfer made during 2003		-0-	
Deposits made during 2003		1,405,961.53	
Interest earned during 2003		5,420.47	
Expenditures made during 2003		(931,946.69)	
Administration and Promotion		(21,338.25)	\$1,668,476.81

CATEGORY II AWARDS BALANCE DECEMBER 31, 2003		<u>\$7,684,573.25</u>
----------------------------------------------	--	-----------------------

(D). Disposition of 2/15/03 Carryover
as provided for by Senate Bill 384
effective 6/8/91: Reserve (Encumbered)

Stake Races and Accredited Races.	(\$1,345,527.00)
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Note: (1). Because of qualifying factors, PNGI Charles Town Races.
was the only participant in this Fund.

SECURITY FOR THE COSTS OF HEARINGS
CHAPTER NINETEEN, ARTICLE TWENTY-THREE, SECTION SIXTEEN (C)
OF THE WEST VIRGINIA CODE

Balance as of January 1, 2003	\$ 25,212.63	
Deposits:		
Security for the costs of hearings	\$1,673.95	
Interest earned	<u>190.60</u>	<u>1,864.55</u>
Beginning balance, deposits, and interest earned.		\$ 27,077.18
Disbursements:		
Refunds of security for the costs of hearings and Expense of court recorder	<u>\$970.65</u>	<u>970.65</u>
Balance as of December 31, 2003		<u><u>\$ 26,106.53</u></u>

Note: December 31, 2003, balance includes \$129.07 from "Test Samples" Account that was closed in September 1999, and \$9,871.90 from "Escrow Account" that was closed in September 2000.

WEST VIRGINIA RACING COMMISSION - SPECIAL ACCOUNT
WEST VIRGINIA GREYHOUND BREEDING DEVELOPMENT FUND
CHAPTER 19, ARTICLE 23, SECTION 10 (d) OF THE WEST VIRGINIA CODE
Calendar Year 2003
Activity

Deposits:

(A).Share of "live" and Simulcast pari-mutuel wagering	\$193,959.82
(B).Share of Net Terminal Income - Video Lottery	4,577,663.68
(C).Unredeemed Pari-Mutuel Tickets	400,000.00
(D).Interest Earned	<u>12,847.12</u>
 TOTAL DEPOSITS	 <u>\$5,184,470.62</u>

Disbursements:

(E).Monthly Supplemental Purse Awards	\$4,753,373.22
(F).Stakes Races	200,000.00
(G).Administration and Promotion	<u>41,388.00</u>
 TOTAL DISBURSEMENTS	 <u>\$4,994,761.22</u>

Excess encumbered as of December 31, 2003	\$ 189,709.40 =====
-------------------------------------------	------------------------

ASSOCIATION EMPLOYEES PENSION FUND
CHAPTER 19, ARTICLE 23, SECTION 12b (e) (2) OF THE
WEST VIRGINIA CODE AS PROVIDED BY HOUSE BILL 2785, EFFECTIVE JULY 9, 1993

Balance - January 1, 2003 \$1,650,155.00

Deposits:

<u>RACETRACK</u>	<u>AMOUNT</u>	<u>INTEREST</u>	
(A). Mountaineer Racetrack and Gaming Resort	\$1,296,160.00	\$ 1,917.00	
(B). PNGI Charles Town Races	1,514,918.00	2,273.00	
(C). Wheeling Downs Racing Association, Inc.	846,034.00	4,565.00	
(D). Tri-State Greyhound Park	<u>394,292.00</u>	<u>765.00</u>	
	\$4,051,404.00	\$9,520.00	<u>\$4,060,924.00</u>

Disbursements:

(A). Mountaineer Racetrack and Gaming Resort	\$1,535,884.00		
(B). PNGI Charles Town Races	1,357,642.00		
(C). Wheeling Downs Racing Association, Inc.	741,480.00		
(D). Tri-State Greyhound Park	<u>478,250.00</u>		<u>\$(4,113,256.00)</u>

Excess as of December 31, 2003, to be remitted \$ 1,597,823.00
=====

Note: The amounts disbursed for each racetrack include their respective shares on balance as of January 1, 2003.

WEST VIRGINIA RACING COMMISSION
ONE PERCENT (1%) OF VIDEO LOTTERY'S NET TERMINAL INCOME
CHAPTER 29, ARTICLE 22 A, SECTION 10 (b) (6) OF THE WEST VIRGINIA CODE
Calendar Year 2003
"Activity"

Deposits:

1% of Net Terminal Income	\$7,233,229.00	
Interest	<u>73,747.81</u>	<u>\$7,306,976.81</u>

Disbursements: \$ 4,486,419.62

Excess to be encumbered as of December 31, 2003 \$ 2,820,557.19
=====

Note: Deposits are authorized by the above cited statutory reference to an account described in Chapter 19, Article 23, Section 13c.

SUMMARY OF ANNUAL PARI-MUTUEL WAGERING*

YEAR	AMOUNT WAGERED	STATE'S PARI- MUTUEL TAX	DAILY LICENSE TAX
2003	\$748,778,151	\$3,630,209.16	\$206,200
2002	659,017,140	4,013,140.12	213,700
2001	538,775,820	4,215,525.34	203,300
2000	332,105,390	4,357,861.87	198,156
1999	249,051,792	4,658,952.77	199,300
1998	213,727,897	4,835,931.45	198,200
1997	180,485,462	4,537,584.50	189,550
1996	183,795,356	4,760,588.65	182,900
1995	208,418,902	5,640,225.95	188,200
1994	223,382,666	6,383,122.24	189,350
1993	249,931,011	7,454,056.97	191,750
1992	245,608,602	7,856,798.15	199,250
1991	265,591,379	8,766,987.69	206,400
1990	296,053,897	10,147,676.58	206,250
1989	295,596,157	10,355,103.60	204,350
1988	316,394,875	13,261,681.69	214,450
1987	334,185,550	14,687,150.10	212,800
1986	336,428,514	14,896,140.78	210,700
1985	294,902,262	12,622,882.03	192,700
1984	246,669,063	10,746,671.79	147,400
1983	238,481,885	11,620,413.44	143,700
1982	250,946,378	11,676,185.25	166,250
1981	241,229,437	13,218,311.66	169,400
1980	236,660,972	13,549,288.75	203,500
1979	229,034,094	13,059,074.94	178,050
1978	229,536,795	12,874,597.00	180,500
1977	228,406,219	12,720,268.83	181,200
1976	220,544,988	12,563,685.34	161,600
1975	223,570,905	12,729,590.80	150,600
1974	218,549,089	12,326,460.17	156,450
1973	204,998,211	11,579,089.82	154,250
1972	187,801,733	10,560,484.06	155,750
1971	186,223,018	10,450,789.94	155,350
1970	182,019,071	10,220,117.93	156,450

*Total wagering at all tracks licensed by the Racing Commission

NOTE: Pari-mutuel wagering on "live" and simulcasting. (Exporting and Importing).

In-State Pari-mutuel wagering conducted by West Virginia Race Tracks on one another totaled \$9,330,611 in calendar year 2003.

West Virginia Racing Commission
Special Fund - Thoroughbred Backstretch Personnel
Chapter 19, Article 23, Section 9(b) (1) West Virginia Code
Effective April 23, 2001

Beginning Balance January 1, 2003	\$2,033,126.12
Deposits:	
Mountaineer Park	\$500,000.00
PNGI Charles Town Races	500,000.00
Interest Earned	<u>20,325.85</u>
	<u>\$1,020,325.85</u>
Beginning Balance and Deposits	<u>\$3,053,451.97</u>
Expenditures	<u><u>-0-</u></u>
Balances as of December 31, 2003	\$3,053,451.97 =====

FINGERPRINT ACCOUNT
WEST VIRGINIA RACING COMMISSION
CHAPTER 19, ARTICLE 23, SECTION 7a
OF THE WEST VIRGINIA CODE

Beginning balance - January 1, 2003 \$ 6,889.84

Deposits:

Mountaineer Racetrack and Gaming Resort \$ 4,563.00

PNGI Charles Town Races 1,156.00

Wheeling Downs Racing Association and
Tri-State Greyhound Park 884.00

Interest earned 18.97

Total - Beginning balance and deposits \$13,511.81

Disbursements:

Mountaineer Racetrack and Gaming Resort \$5,005.00

PNGI Charles Town Races 1,137.00

Wheeling Downs Racing Association and
Tri-State Greyhound Park 1,054.00
\$7,196.00

Balance - December 31, 2003 \$6,315.81
=====

Note: Disbursements are made to the Association of Racing Commissioners, International, Inc. (ARCI). The Disbursements for the racetracks include their respective shares that are included in the beginning balance as of January 1, 2003.

Composition of Pari-Mutuel Wagering
Calendar Year 2003

<u>Racetrack</u>	<u>"Live"</u> <u>On-Site</u>	<u>"Live"</u> <u>Export</u>	<u>Simulcast</u>	<u>In-State</u> <u>Simulcast</u>	<u>Total</u>
Mountaineer Park	\$15,321,884	\$361,135,347	\$19,562,137	\$2,964,275	\$398,983,643
PNGI Charles Town Races	\$28,133,451	\$168,674,780	\$41,971,824	\$2,329,463	\$241,109,518
Wheeling Downs	\$31,282,471	\$ 23,305,678	\$12,067,968	\$1,387,865	\$ 68,043,982
Tri-State Racetrack	<u>\$10,285,602</u>	<u>\$ 7,735,187</u>	<u>\$19,971,211</u>	<u>\$2,649,008</u>	<u>\$ 40,641,008</u>
	\$85,023,408	\$560,850,992	\$93,573,140	\$9,330,611	\$748,778,151
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