

STATISTICAL AUDIT

**OKLAHOMA HORSE RACING COMMISSION
STATISTICAL REPORT OF GAMING
OPERATIONS - WILL ROGERS DOWNS AND
REMINGTON PARK**

May 2011 (AMENDED)



*Independently serving the citizens of
Oklahoma by promoting the
accountability and fiscal integrity of
governmental funds.*



Oklahoma State
Auditor & Inspector
Gary A. Jones, CPA, CFE

**OKLAHOMA HORSE RACING COMMISSION
STATISTICAL REPORT OF GAMING OPERATIONS
WILL ROGERS DOWNS AND REMINGTON PARK
MAY 2011 (AMENDED)**

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Oklahoma State Auditor & Inspector

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October 10, 2011

**TO THE MEMBERS OF THE OKLAHOMA
HORSE RACING COMMISSION**

Transmitted herewith is the Statistical Report of Gaming Operations for Will Rogers Downs and Remington Park for the month of May 2011 **(Amended)**. The report is the result of our monitoring and data accumulation in accordance with the State Auditor and Inspector's contract with the Oklahoma Horse Racing Commission.

The goal of the State Auditor and Inspector is to promote accountability and fiscal integrity in state and local government. Maintaining our independence as we provide this service to the taxpayers of Oklahoma is of utmost importance.

We wish to take this opportunity to express our appreciation for the assistance and cooperation extended to our Office during our engagement.

Sincerely,

A handwritten signature in blue ink that reads "Gary A. Jones". The signature is fluid and cursive, with a long horizontal stroke at the end.

GARY A. JONES, CPA, CFE
OKLAHOMA STATE AUDITOR & INSPECTOR

**OKLAHOMA HORSE RACING COMMISSION
STATISTICAL REPORT OF GAMING OPERATIONS
WILL ROGERS DOWNS AND REMINGTON PARK
FOR THE MONTH OF MAY 2011 (AMENDED)**

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TO THE MEMBERS OF THE OKLAHOMA HORSE RACING COMMISSION

We compiled the information presented in this report from the statistical data obtained from the gaming vendors and licensees located at Will Rogers Downs and Remington Park for the month of May 2011 as (Amended).

We were not engaged to perform an audit in accordance with generally accepted auditing standards, the objective of which would be the expression of an opinion on specified elements or accounts. Accordingly, we do not express such an opinion. This report relates only to the procedures specified above and does not extend to any financial statements of the racetracks or racinos taken as a whole.

In planning and performing these procedures, we considered the internal control structure of the gaming departments; however, our procedures were substantially less in scope than the procedures we would have applied if we had been engaged to express an opinion on the internal controls. Accordingly, we do not express an opinion on their internal control structure.

Sincerely,

A handwritten signature in blue ink, appearing to read "Gary A. Jones", written in a cursive style.

GARY A. JONES, CPA, CFE
OKLAHOMA STATE AUDITOR & INSPECTOR

October 10, 2011

SUBSEQUENT EVENT NOTE TO THE AUDIT REPORT

THE OKLAHOMA STATE AUDITOR AND INSPECTOR OFFICE AMENDED RECEIPTS DUE TO THE NOTE BELOW:

Oklahoma State Law in Title 3A, SS 262 E. and F. provides that total receipts less monetary payouts will equal adjusted gross receipts. Adjusted gross receipts are the basis on which distributions are made to the state as well as other groups such as horse owners, trainers, and breeders. We find no statutory provisions for reducing total receipts.

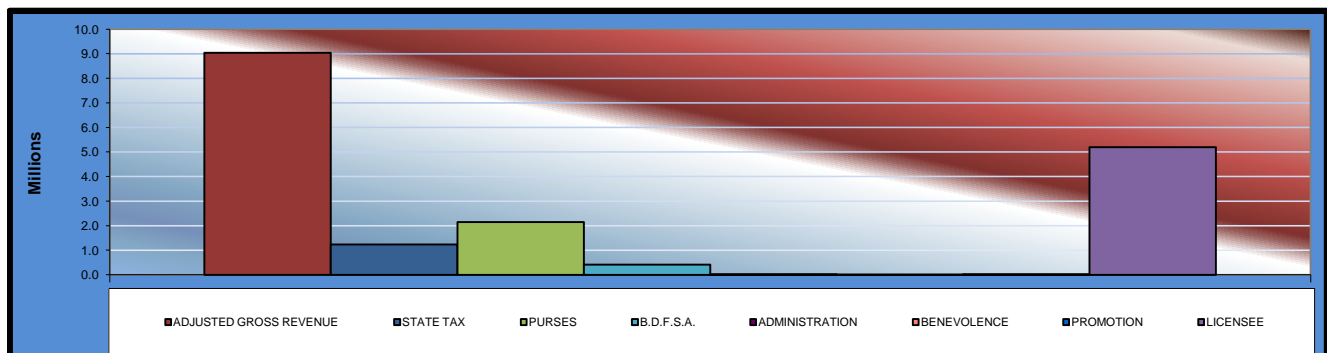
Global Gaming Solutions LLC, the owner of Remington Park is currently excluding promotion expense items such as Free Play Credits from total receipts. This results in an understatement of adjusted gross receipts. As state law has no provision for any reduction in total receipts, we believe Global Gaming Solutions LLC is underpaying the state and the other affected parties. Such an underpayment to the state will have an adverse effect on the Higher Education and Common Education systems of the state, who receive the benefit. We believe that any promotion expenses or items that Global Gaming Solutions LLC desires to utilize is an expense of Global Gaming Solutions LLC and that the state and other parties interests should not be affected by such. Such a use of the state's share of adjusted gross receipts would appear to be a violation of Article X Section 15 of the state's constitution, which would prohibit the giving away of any monies properly belonging to the state.

We have found no other authorization for such a reduction of total receipts. Therefore we will refer this matter to the Attorney General for further resolution.

As the law does allow the Oklahoma Horse Racing Commission to issue rules to regulate and enforce these provisions of the law, we also recommend that the Oklahoma Horse Racing Commission review this matter and issue appropriate rules where necessary to prevent this and any other attempts to reduce the total receipts calculation or any other unauthorized attempts to reduce the adjusted gross receipts.

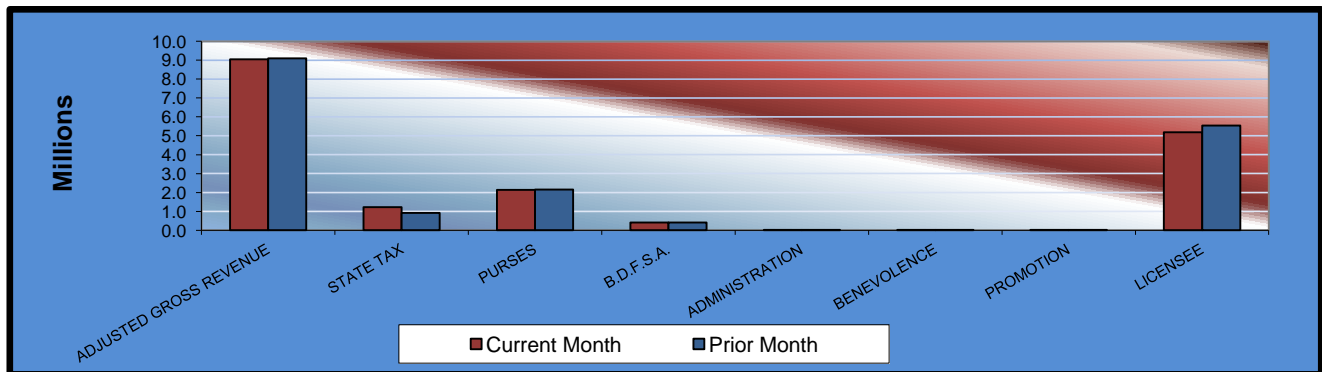
**OKLAHOMA STATE AUDITOR & INSPECTOR
GAMING AT OKLAHOMA HORSE RACING TRACKS
MAY 2011 (AMENDED)**

	<u>TOTAL</u>	<u>WILL ROGERS DOWNS</u>	<u>REMINGTON PARK</u>	<u>Original Report</u> (see note on page 5)
Gaming Days This Month	62	31	31	
Opening Date		12/09/05	11/21/05	
Adjusted Gross Revenue	<u>\$9,043,574.19</u>	<u>\$1,802,325.00</u>	<u>\$7,241,249.19</u>	<u>\$8,594,241.19</u>
State Tax				
Higher Education Trust Fund	147,458.02	21,627.90	125,830.12	139,370.02
Education Reform	1,081,358.80	158,604.60	922,754.20	1,022,046.84
Purse Fund				
<u>Purses</u>				
Thoroughbred	1,092,107.43	196,002.84	896,104.59	1,036,502.47
Quarterhorse	937,059.68	179,443.98	757,615.70	890,048.21
Paint & Appaloosa	116,065.79	19,938.21	96,127.58	110,100.90
<u>Breeding Development Fund</u>				
<u>Special Account</u>				
Thoroughbred	186,583.63	23,655.52	162,928.11	176,473.63
Quarterhorse	213,762.27	18,248.54	195,513.73	201,630.28
Paint & Appaloosa	11,803.31	2,027.62	9,775.69	11,196.71
<u>Administration</u>				
Thoroughbred	13,114.78	2,252.91	10,861.87	12,440.78
Quarterhorse	11,803.31	2,027.62	9,775.69	11,196.71
Paint & Appaloosa	1,311.47	225.29	1,086.18	1,244.08
<u>Benevolence</u>				
Thoroughbred	6,557.39	1,126.45	5,430.94	6,220.39
Quarterhorse	5,901.65	1,013.81	4,887.84	5,598.35
Paint & Appaloosa	655.73	112.64	543.09	622.03
<u>Promotions</u>				
Thoroughbred	13,114.78	2,252.91	10,861.87	12,440.78
Quarterhorse	11,803.31	2,027.62	9,775.69	11,196.71
Paint & Appaloosa	1,311.47	225.29	1,086.18	1,244.08
Licensee	\$5,191,801.37	\$1,171,511.25	\$4,020,290.12	\$4,944,668.22



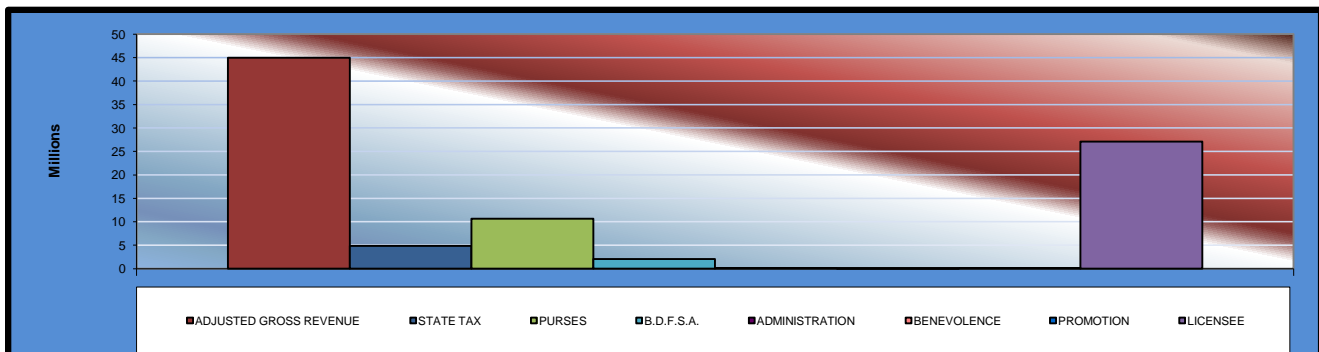
**OKLAHOMA STATE AUDITOR & INSPECTOR
GAMING AT OKLAHOMA HORSE RACING TRACKS
MAY 2011 (AMENDED)**

	<u>TOTAL</u>	<u>PRIOR MONTH</u>	<u>% CHANGE</u>	<u>PRIOR YEAR</u>	<u>% CHANGE</u>	<u>Original Report</u> (see note on page 5)
Gaming Days	62	60	3.33%	62	0.00%	
Opening Date						
 Adjusted Gross Revenue	\$9,043,574.19	\$9,090,356.50	-0.51%	\$8,579,879.63	5.40%	\$8,594,241.19
State Tax						
Higher Education Trust Fund	147,458.02	109,084.28	35.18%	117,594.65	25.40%	139,370.02
Education Reform	1,081,358.80	799,951.37	35.18%	862,360.73	25.40%	1,022,046.84
Purse Fund						
<u>Purses</u>						
Thoroughbred	1,092,107.43	1,099,173.82	-0.64%	1,068,251.78	2.23%	1,036,502.47
Quarterhorse	937,059.68	942,385.28	-0.57%	936,128.12	0.10%	890,048.21
Paint & Appaloosa	116,065.79	116,875.20	-0.69%	110,253.77	5.27%	110,100.90
Breeding Development Fund						
<u>Special Account</u>						
Thoroughbred	186,583.63	188,434.38	-0.98%	146,408.39	27.44%	176,473.63
Quarterhorse	213,762.27	216,462.09	-1.25%	157,066.02	36.10%	201,630.28
Paint & Appaloosa	11,803.31	11,885.62	-0.69%	11,212.25	5.27%	11,196.71
<u>Administration</u>						
Thoroughbred	13,114.78	13,206.23	-0.69%	12,458.05	5.27%	12,440.78
Quarterhorse	11,803.31	11,885.62	-0.69%	11,212.25	5.27%	11,196.71
Paint & Appaloosa	1,311.47	1,320.63	-0.69%	1,245.81	5.27%	1,244.08
<u>Benevolence</u>						
Thoroughbred	6,557.39	6,603.12	-0.69%	6,229.03	5.27%	6,220.39
Quarterhorse	5,901.65	5,942.81	-0.69%	5,606.12	5.27%	5,598.35
Paint & Appaloosa	655.73	660.31	-0.69%	622.90	5.27%	622.03
<u>Promotions</u>						
Thoroughbred	13,114.78	13,206.23	-0.69%	12,458.05	5.27%	12,440.78
Quarterhorse	11,803.31	11,885.62	-0.69%	11,212.25	5.27%	11,196.71
Paint & Appaloosa	1,311.47	1,320.63	-0.69%	1,245.81	5.27%	1,244.08
 Licensee	\$5,191,801.37	\$5,540,073.26	-6.29%	\$5,108,313.65	1.63%	\$4,944,668.22



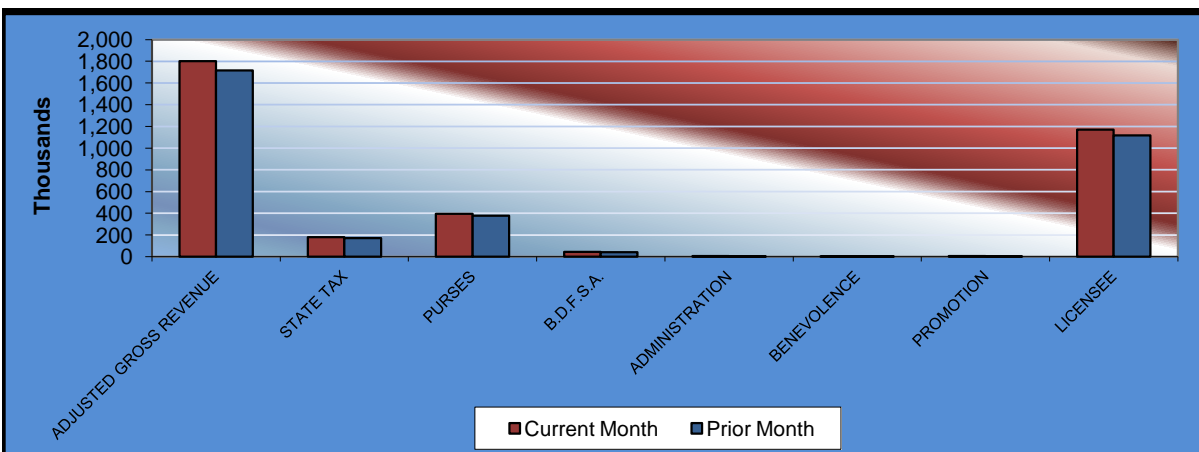
**OKLAHOMA STATE AUDITOR & INSPECTOR
GAMING AT OKLAHOMA HORSE RACING TRACKS
MAY 2011 (AMENDED)**

	<u>TOTAL</u>	<u>WILL ROGERS DOWNS</u>	<u>REMINGTON PARK</u>	<u>Original Report</u> (see note on page 5)
Gaming Days This Year	301	150	151	
Opening Date		12/09/05	11/21/05	
Adjusted Gross Revenue	<u>\$45,004,515.26</u>	<u>\$8,515,327.33</u>	<u>\$36,489,187.93</u>	<u>\$44,555,182.26</u>
State Tax				
Higher Education Trust Fund	578,989.32	102,183.93	476,805.39	570,901.32
Education Reform	4,245,921.62	749,348.81	3,496,572.81	4,186,609.66
Purse Fund				
<u>Purses</u>				
Thoroughbred	5,441,632.12	926,095.11	4,515,537.01	5,386,027.16
Quarterhorse	4,665,537.34	847,856.05	3,817,681.29	4,618,525.87
Paint & Appaloosa	578,600.20	94,206.23	484,393.97	572,635.31
Breeding Development Fund				
<u>Special Account</u>				
Thoroughbred	932,776.82	111,770.11	821,006.71	922,666.82
Quarterhorse	1,071,430.71	86,222.65	985,208.06	1,059,298.72
Paint & Appaloosa	58,840.72	9,580.30	49,260.42	58,234.12
<u>Administration</u>				
Thoroughbred	65,378.55	10,644.78	54,733.77	64,704.55
Quarterhorse	58,840.72	9,580.30	49,260.42	58,234.12
Paint & Appaloosa	6,537.86	1,064.48	5,473.38	6,470.47
<u>Benevolence</u>				
Thoroughbred	32,689.28	5,322.38	27,366.90	32,352.28
Quarterhorse	29,420.34	4,790.15	24,630.19	29,117.04
Paint & Appaloosa	3,268.91	532.23	2,736.68	3,235.21
<u>Promotions</u>				
Thoroughbred	65,378.55	10,644.78	54,733.77	64,704.55
Quarterhorse	58,840.72	9,580.30	49,260.42	58,234.12
Paint & Appaloosa	6,537.86	1,064.48	5,473.38	6,470.47
Licensee	\$27,103,893.62	\$5,534,840.26	\$21,569,053.36	\$26,856,760.47



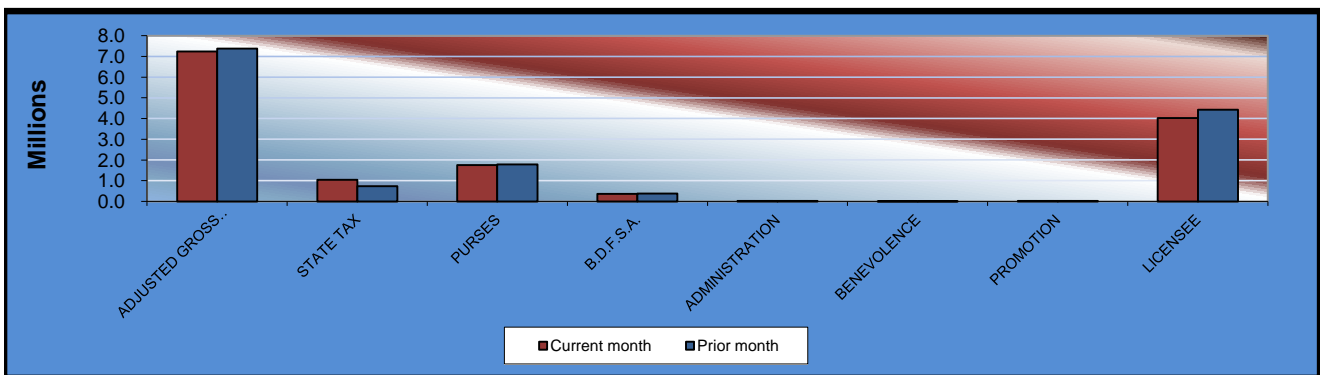
**OKLAHOMA STATE AUDITOR & INSPECTOR
GAMING AT OKLAHOMA HORSE RACING TRACKS
MAY 2011 (AMENDED)**

<u>Will Rogers Downs</u>	<u>CURRENT MONTH</u>	<u>PRIOR MONTH</u>	<u>% CHANGE</u>	<u>MAY 2010</u>	<u>% CHANGE</u>
Gaming Days	31	30	3.33%	31	0.00%
Opening Date	12/09/05				
Adjusted Gross Revenue	\$1,802,325.00	\$1,717,187.23	4.96%	\$1,647,065.65	9.43%
State Tax					
Higher Education Trust Fund	21,627.90	20,606.25	4.96%	19,764.79	9.43%
Education Reform	158,604.60	151,112.47	4.96%	144,941.78	9.43%
Purse Fund					
<u>Purses</u>					
Thoroughbred	196,002.84	186,744.12	4.96%	179,118.39	9.43%
Quarterhorse	179,443.98	170,967.45	4.96%	163,985.96	9.43%
Paint & Appaloosa	19,938.21	18,996.38	4.96%	18,220.66	9.43%
<u>Breeding Development Fund</u>					
<u>Special Account</u>					
Thoroughbred	23,655.52	22,538.08	4.96%	21,617.74	9.43%
Quarterhorse	18,248.54	17,386.52	4.96%	16,676.54	9.43%
Paint & Appaloosa	2,027.62	1,931.84	4.96%	1,852.95	9.43%
<u>Administration</u>					
Thoroughbred	2,252.91	2,146.48	4.96%	2,058.83	9.43%
Quarterhorse	2,027.62	1,931.84	4.96%	1,852.95	9.43%
Paint & Appaloosa	225.29	214.65	4.96%	205.89	9.42%
<u>Benevolence</u>					
Thoroughbred	1,126.45	1,073.24	4.96%	1,029.42	9.43%
Quarterhorse	1,013.81	965.92	4.96%	926.47	9.43%
Paint & Appaloosa	112.64	107.32	4.96%	102.94	9.42%
<u>Promotions</u>					
Thoroughbred	2,252.91	2,146.48	4.96%	2,058.83	9.43%
Quarterhorse	2,027.62	1,931.84	4.96%	1,852.95	9.43%
Paint & Appaloosa	225.29	214.65	4.96%	205.89	9.42%
Licensee	\$1,171,511.25	\$1,116,171.70	4.96%	\$1,070,592.67	9.43%



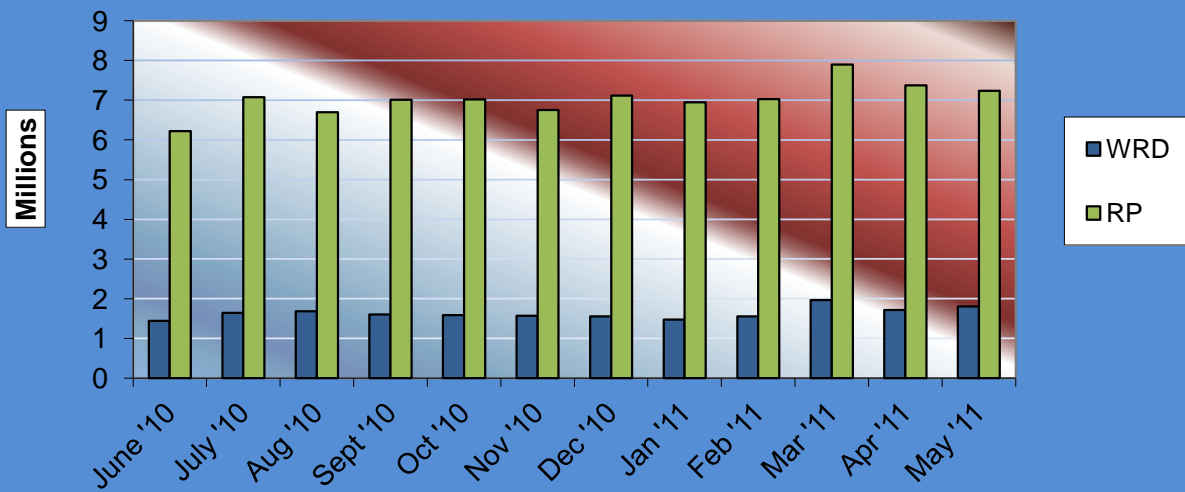
**OKLAHOMA STATE AUDITOR & INSPECTOR
GAMING AT OKLAHOMA HORSE RACING TRACKS
MAY 2011 (AMENDED)**

<u>Remington Park</u>	<u>CURRENT MONTH</u>	<u>PRIOR MONTH</u>	<u>% CHANGE</u>	<u>MAY 2010</u>	<u>% CHANGE</u>	<u>Original Report</u> (see note on page 5)
Gaming Days	31	30	3.33%	31	0.00%	
Opening Date	11/21/05					
Adjusted Gross Revenue	\$7,241,249.19	\$7,373,169.27	-1.79%	\$6,932,813.98	4.45%	\$6,791,916.19
State Tax						
Higher Education Trust Fund	125,830.12	88,478.03	42.22%	97,829.86	28.62%	117,742.12
Education Reform	922,754.20	648,838.90	42.22%	717,418.95	28.62%	863,442.24
Purse Fund						
<u>Purses</u>						
Thoroughbred	896,104.59	912,429.70	-1.79%	889,133.39	0.78%	840,499.63
Quarterhorse	757,615.70	771,417.83	-1.79%	772,142.16	-1.88%	710,604.23
Paint & Appaloosa	96,127.58	97,878.82	-1.79%	92,033.11	4.45%	90,162.69
<u>Breeding Development Fund</u>						
<u>Special Account</u>						
Thoroughbred	162,928.11	165,896.30	-1.79%	124,790.65	30.56%	152,818.11
Quarterhorse	195,513.73	199,075.57	-1.79%	140,389.48	39.27%	183,381.74
Paint & Appaloosa	9,775.69	9,953.78	-1.79%	9,359.30	4.45%	9,169.09
<u>Administration</u>						
Thoroughbred	10,861.87	11,059.75	-1.79%	10,399.22	4.45%	10,187.87
Quarterhorse	9,775.69	9,953.78	-1.79%	9,359.30	4.45%	9,169.09
Paint & Appaloosa	1,086.18	1,105.98	-1.79%	1,039.92	4.45%	1,018.79
<u>Benevolence</u>						
Thoroughbred	5,430.94	5,529.88	-1.79%	5,199.61	4.45%	5,093.94
Quarterhorse	4,887.84	4,976.89	-1.79%	4,679.65	4.45%	4,584.54
Paint & Appaloosa	543.09	552.99	-1.79%	519.96	4.45%	509.39
<u>Promotions</u>						
Thoroughbred	10,861.87	11,059.75	-1.79%	10,399.22	4.45%	10,187.87
Quarterhorse	9,775.69	9,953.78	-1.79%	9,359.30	4.45%	9,169.09
Paint & Appaloosa	1,086.18	1,105.98	-1.79%	1,039.92	4.45%	1,018.79
Licensee	\$4,020,290.12	\$4,423,901.56	-9.12%	\$4,037,720.98	-0.43%	\$3,773,156.97



OKLAHOMA STATE AUDITOR & INSPECTOR
GAMING AT OKLAHOMA HORSE RACING TRACKS
MAY 2011 (AMENDED)

ADJUSTED GROSS REVENUE
PREVIOUS TWELVE MONTHS





OFFICE OF THE STATE AUDITOR AND INSPECTOR

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OKLAHOMA CITY, OK 73105-4896

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