Local Government Mandate Statement Kentucky Legislative Research Commission 2023 Regular Session

Part I: Measure Information

Bill Request #: <u>1620</u>							
Bill #: HB 485							
Document ID #: <u>4180</u>							
Bill Subject/Title: AN ACT relating to the partial distribution of pari-mutuel racing tax receipts to local governments and making an appropriation therefor.							
Sponsor: Representative Al Gentry							
Unit of Government:	X City	X County					
	X Charter County	X Consolidated Local	Unified Local X Government				
Office(s) Impacted:	Offices responsible for live and historical raci	r the policing, regulation, a ng facilities.	nd adminitration of				
Requirement: X	Mandatory Opti	onal					
Effect on Powers & Duties:	Modifies Existing	X Adds New Eli	iminates Existing				
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Part II: Bill Provisions and the Estimated Fiscal Impact Relating to Local Government

HB 485 establishes the pari-mutuel racing local government support fund and provides that one-tenth of one percent (0.1%) of all money wagered on live races and historical horse races be deposited to this fund. Moneys in the fund shall be used to support local governments in the policing, regulation, and administration of live and historical racing facilities located within the local government's jurisdiction. Funds will be disbursed prorata based on county populations as reported by the most recent federal decennial census. The most recent census is 2020.

The following cities **currently** have live racing facilities and / or historical racing facilities:

Louisville: Churchill Downs, Derby City Gaming (Jefferson County) Lexington: Keeneland, Red Mile Racetrack (Fayette County) Florence: Turfway Racetrack (Boone County) Bowling Green: The Mint Gaming Hall (Warren County) Newport: Newport Racing and Gaming (Campbell County) Oak Grove: Oak Grove Racetrack (Christian County) Franklin: Kentucky Downs Racetrack (Simpson County) Henderson: Ellis Racetrack (Henderson County) Williamsburg: Cumberland Mint (Whitley County) Corbin: Cumberland Run Racetrack (Knox County)

		2020	PER CENT OF			
Locality	County	POPULATION	POPULATION	FY 22	FY 23	
Louisville	Jefferson	782,969	45.92%	\$ 3,171,761	\$	3,502,393
Lexington	Fayette	322,570	18.92%	\$ 1,306,712	\$	1,442,927
Florence	Boone	135,968	7.97%	\$ 550,798	\$	608,215
Bowling Green	Warren	134,554	7.89%	\$ 545,070	\$	601,890
Newport	Campbell	93,076	5.46%	\$ 377,045	\$	416,349
Oak Grove	Christian	72,748	4.27%	\$ 294,698	\$	325,418
Franklin	Simpson	51,541	3.02%	\$ 208,790	\$	230,554
Henderson	Henderson	44,793	2.63%	\$ 181,454	\$	200,369
Williamsburg	Whitley	36,712	2.15%	\$ 148,718	\$	164,221
Corbin	Knox	30,193	1.77%	\$ 122,310	\$	135,060
	Totals:	1,705,124	100.00%	\$ 6,907,355	\$	7,627,396

The impact of HB 485 on the counties listed above is as follows:

The Kentucky Racing Commission provided that the following properties are currently under construction:

- Property adjacent to Churchill Downs Racetrack (Jefferson)
- Non-contiguous property owned by ELC Corbin, LLC
- Non-contiguous property owned by Ellis Entertainment, LLC
- Sandy's Racetrack, owned by Revolutionary Racing, LLC (Boyd)
- Sandy's Gaming, non-contiguous property owned by Revolutionary Racing, LLC

KRS 230.210(24)(c) allows for a non-contiguous property to be within a 60 mile radius of the association's racetrack; thus, it may be in another county.

It is expected that the money going into the pari-mutuel racing local government support fund will increase as the new facilities come online.

Part III: Differences to Local Government Mandate Statement from Prior Versions

Part II refers to HB 485 as introduced. There are no prior versions.

Data Source(s): <u>LRC Staff. Kentucky Horse Racing Commission</u>

	Preparer:	WB (RB)	Reviewer:	KHC	Date:	3/8/23
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