

WEST VIRGINIA RACING COMMISSION

2002 ANNUAL REPORT

TO: Governor Bob Wise

ANNUAL REPORT
of the
WEST VIRGINIA
RACING COMMISSION
to the
GOVERNOR of the STATE of WEST VIRGINIA
2002

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

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

February 1, 2003

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

It is my honor and privilege to submit to you the sixty-eighth Annual Report of the West Virginia Racing Commission covering the period of January 1, 2002, through December 31, 2002, inclusively.

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

Respectfully yours,

**George T. Sidiropolis
Chairman**

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The included financial information and statistical data for the calendar years that ended December 31, 2002, and December 31, 2001, 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, 2002 - December 31, 2002

RECEIPTS

State's Commission Share of Wagering on Thoroughbred Racetracks: (Pari-mutuel tax)	\$ 1,113,629.46
State's Commission Share of Wagering on Greyhound Racetracks: (Pari-mutuel tax)	\$ <u>2,899,510.66</u>
TOTAL PARI-MUTUEL TAXES	\$ <u>4,013,140.12</u>
Daily License Tax Paid to State by Thoroughbred Associations - 484 live race days at \$250.00 per day	\$ 121,000.00
Daily License Tax Paid to State by Greyhound Associations - 618 live race days at \$150.00 per day	\$ 92,700.00
TOTAL DAILY LICENSE TAXES	\$ <u>213,700.00</u>
Occupational License Fees collected at Racetracks:	
Mountaineer Racetrack and Gaming Resort	106,535.00
PNGI Charles Town Races	91,440.00
Wheeling Downs Racing Association, Inc.	15,420.00
Tri-State Greyhound Park	<u>18,906.00</u>
	\$ <u>232,301.00</u>
Fines imposed and collected at:	
Mountaineer Racetrack and Gaming Resort	\$ 30,950.00
PNGI Charles Town Races	25,599.00
Wheeling Downs Racing Association, Inc.	2,500.00
Tri-State Greyhound Park	<u>2,675.00</u>
TOTALISATOR CREDIT ADJUSTMENT	\$ <u>-0-</u>
TOTAL ALL SOURCES	<u>\$4,520,865.12</u>

SPECIAL REVENUE- SOURCES DETAILED
 STATE'S SHARE OF THOROUGHBRED AND
 GREYHOUND WAGERING HANDLES AND DAILY LICENSE TAX
 (LIVE AND SIMULCAST)
 JANUARY 1, 2002 - DECEMBER 31, 2002

	<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:	\$124,100.00	\$172,717.75	\$489,769.63	\$274,554.73	\$1,061,142.11
<u>SPRING MEETING</u>					
April 1 through June 30:	\$146,217.26	\$192,328.62	\$551,426.39	\$299,540.82	\$1,189,513.09
<u>SUMMER MEETING</u>					
July 1 through September 30:	\$140,188.34	\$174,950.00	\$524,790.26	\$247,038.35	\$1,086,966.95
<u>FALL MEETING</u>					
October 1 through December 31:	\$121,000.00	\$163,127.49	\$400,786.32	\$204,304.16	\$889,217.97
<u>GRAND TOTALS</u>	<u>\$531,505.60</u>	<u>\$703,123.86</u>	<u>\$1,966,772.60</u>	<u>\$1,025,438.06</u>	<u>\$4,226,840.12</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 - 2002

	<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	52	64	116	77	76	153	269
<u>SPRING MEETING</u>							
April 1 through June 30:							
Actual Race Days	65	66	131	77	78	155	286
<u>SUMMER MEETING</u>							
July 1 through September 30:							
Actual Race Days	61	66	127	79	79	158	285
<u>FALL MEETING</u>							
October 1 through December 31:							
Actual Race Days	<u>52</u>	<u>58</u>	<u>110</u>	<u>75</u>	<u>77</u>	<u>152</u>	<u>262</u>
<u>GRAND TOTALS</u>							
Actual Race Days	<u>230</u>	<u>254</u>	<u>484</u>	<u>308</u>	<u>310</u>	<u>618</u>	<u>1,102</u>

Note: (1). 413 performances were held at Wheeling Downs Racing Association.
(2). 370 performances were held at Tri-State Greyhound Park.

**CERTAIN STATISTICAL DATA ON LICENSEES - THOROUGHBRED
COMPARISON INFORMATION - 2002 and 2001**

	<u>Mountaineer Racetrack</u>			<u>PNGI Charles Town Races</u>			<u>Total Thoroughbred</u>			<u>And Gaming Resort</u>
	2002	2001	Difference	2002	2001	Difference	2002	2001	Difference	
Total Handle	\$307,319,135	\$227,785,478	\$79,533,757	\$235,119,484	\$196,283,584	\$38,835,900	\$542,438,719	\$424,069,062	\$118,369,657	
State's Share of Handle & Daily License Tax	\$ 474,006	\$ 533,670	\$(59,664)	\$ 639,624	\$ 691,902	\$(52,278)	\$ 1,113,630	\$ 1,225,572	\$ (111,942)	
Association's Share of Handle	\$6,879,216	\$5,926,528	\$952,688	\$8,003,262	\$7,821,177	\$182,085	\$14,882,478	\$13,747,705	\$1,134,773	
Horsemen's Share of Handle	\$6,879,209	\$5,926,528	\$952,681	\$8,003,258	\$7,821,177	\$182,081	\$14,882,467	\$13,747,705	\$1,134,762	
County's Share of Handle	\$ 20,672	\$ 22,388	\$(1,716)	\$ 41,035	\$ 42,410	\$(1,375)	\$ 61,707	\$ 64,798	\$ (3,091)	
City's Share of Handle	N/A	N/A	--	N/A	N/A	--	--	--	--	
WV Thoroughbred Development Fund	N/A	N/A	--	\$1,444,738	\$1,405,785	\$38,953	\$1,444,738	\$1,405,785	\$ 38,953	
WV Greyhound Breeding Development Fund	N/A	N/A	--	N/A	N/A	--	--	--	--	
Host Tracks' Share of Simulcasting	\$ 731,250	\$ 746,473	\$(15,223)	\$1,487,883	\$1,599,944	\$(112,061)	\$2,219,133	\$2,346,417	\$(127,284)	
Transmission Costs Simulcasting	\$ 957,782	\$ 899,153	\$58,629	\$659,563	\$ 604,994	\$ 54,569	\$1,617,345	\$1,504,147	\$ 113,198	
Amount of Total Handle returned to Patrons	\$236,286,280	\$175,242,361	\$61,043,919	\$183,381,378	\$153,082,749	\$30,298,629	\$419,667,658	\$328,325,110	\$91,342,548	
Breakage:										
To Association	\$ 80,628	\$ 84,690	(4,062)	\$ 201,391	\$218,885	(17,494)	\$ 282,019	\$ 303,575	(21,556)	
To Horsemen	\$ 80,628	\$ 84,690	(4,062)	\$ 201,391	\$218,885	(17,494)	\$ 282,019	\$ 303,575	(21,556)	
Pension of Handle	\$ 132,972	\$ 110,677	\$22,295	\$ 160,234	\$159,008	\$1,226	\$ 293,206	\$269,685	\$ 23,521	
Signal Transmission Fee	\$7,988,856	\$5,519,887	\$2,468,969	\$4,632,345	\$3,367,182	\$1,265,163	12,621,201	\$8,887,069	\$3,734,132	

**CERTAIN STATISTICAL DATA ON LICENSEES - GREYHOUND
COMPARISON INFORMATION - 2002 and 2001**

	<u>WHEELING DOWNS RACING ASSOCIATION, INC.</u>			<u>TRI-STATE GREYHOUND PARK</u>			<u>TOTAL GREYHOUND</u>		
	2002	2001	Difference	2002	2001	Difference	2001	2002	Difference
Total Handle	\$72,795,650	\$74,742,415	\$(1,946,765)	\$43,782,771	\$39,964,943	\$3,817,828	\$116,578,421	\$114,707,358	\$1,871,063
State's Share of Handle & Daily License Tax	\$ 1,920,573	\$2,164,043	\$(243,470)	\$ 978,936	\$1,029,209	\$ (50,273)	\$2,899,509	\$ 3,193,252	\$(293,743)
Association's Share of Handle	\$5,305,615	\$5,635,006	\$(329,391)	\$4,240,477	\$4,291,118	\$ (50,641)	\$9,546,092	\$ 9,926,124	\$(380,032)
Purses' Share of Handle	\$1,641,371	\$1,766,018	\$(124,647)	\$ 993,679	\$ 947,380	\$ 46,299	\$2,635,050	\$ 2,713,398	\$ (78,348)
County's Share of Handle	\$ 39,330	\$ 42,599	\$ (3,269)	\$ 17,192	\$ 13,125	\$ 4,067	\$ 56,522	\$ 55,724	\$ 798
City's Share of Handle	\$ 108,885	\$ 118,576	\$ (9,691)	\$ 37,062	\$ 33,407	\$ 3,655	\$145,947	\$ 151,983	\$ (6,036)
WV Thoroughbred Development Fund	N/A	N/A	--	N/A	N/A	--	--	--	--
WV Greyhound Breeding Development Fund	\$137,272	\$147,290	\$(10,018)	\$81,983	\$ 79,163	\$ 2,820	\$219,255	\$226,453	\$ (7,198)
Host Tracks' Share of Simulcasting	\$730,876	\$689,564	\$ 41,312	\$794,733	\$789,613	\$ 5,120	\$1,525,609	\$1,479,177	\$ 46,432
Transmission Costs-Simulcasting	\$674,886	\$660,221	\$ 14,665	\$322,875	N/A --	\$322,875	\$ 997,761	\$ 660,221	\$ 337,540
Amount of Total Handle Returned to Patrons	\$ 57,876,502	\$59,308,874	\$1,432,372	\$34,834,710	\$31,717,333	\$3,117,377	\$92,711,212	\$91,026,207	\$1,685,005
Breakage:									
To Association	\$ 127,976	\$131,404	\$3,424	\$111,413	\$104,320	\$7,093	\$239,389	\$235,724	\$ 3,665
To Horsemen	N/A	N/A	--	N/A	N/A	--	--	--	--
Pension Share of Handle	\$ 40,277	\$40,927	\$(650)	\$58,234	\$58,467	\$ 233	\$98,511	\$99,394	\$ (883)
Signal Transmission Fee	\$479,329	\$503,259	\$ (23,930)	\$208,519	\$127,233	\$81,286	\$687,848	\$630,492	\$ 57,356

CERTAIN STATISTICAL DATA ON LICENSEES
COMPARISON INFORMATION - 2002 AND 2001
CONSOLIDATED: THOROUGHBRED AND GREYHOUND

	<u>2002</u>	<u>2001</u>	<u>DIFFERENCE</u>
Handle	\$ 659,017,140	\$ 538,776,420	\$120,240,720
State's Share of Handle and Daily License Tax	\$ 4,013,139	\$ 4,418,824	(405,685)
Association's Share of Handle	\$ 24,428,570	\$ 23,673,829	754,741
Purses' Share of Handle	\$ 17,517,517	\$ 16,461,103	1,056,414
County's Share of Handle	\$ 118,229	\$ 120,522	(2,293)
City's Share of Handle	\$ 145,947	\$ 151,983	(6,036)
WV Thoroughbred Development Fund	\$ 1,444,738	\$ 1,405,785	38,953
WV Greyhound Breeding Development Fund	\$ 219,255	\$ 226,453	(7,198)
Host Tracks' Share of Simulcasting	\$ 3,744,742	\$ 3,825,594	(80,852)
Transmission Costs - Simulcasting	\$ 2,615,106	\$ 2,164,368	450,738
Amount of Total Handle Returned to Patrons	\$ 512,378,870	\$ 419,351,317	93,027,553
Breakage:			
To Association	\$ 521,408	\$ 539,299	(17,891)
To Horsemen	\$ 282,019	\$ 303,575	(21,556)
Pension share of Handle	\$ 391,717	\$ 369,079	22,638
Signal Transmission Fee	\$ 13,309,049	\$ 9,517,561	3,791,488

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
2002 and 2001

	<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:				
2002	\$61,339,858	\$46,196,607	\$ 14,671,381	\$ 4,615,078
2001	<u>38,921,112</u>	<u>25,426,774</u>	<u>15,229,636</u>	<u>4,136,487</u>
Difference	\$22,418,746	\$20,769,833	\$ (558,255)	\$ 478,591
<u>SPRING MEETING</u>				
April 1 through June 30:				
2002	\$81,536,308	\$48,851,536	\$ 15,154,031	\$ 5,021,589
2001	<u>53,449,867</u>	<u>35,766,204</u>	<u>15,178,742</u>	<u>4,579,487</u>
Difference	\$28,086,441	\$13,085,332	\$ (24,711)	\$ 442,102
<u>SUMMER MEETING</u>				
July 1 through September 30:				
2002	\$77,006,621	\$48,514,934	\$ 15,109,334	\$5,341,819
2001	<u>61,557,105</u>	<u>41,663,200</u>	<u>15,629,313</u>	<u>4,400,204</u>
Difference	\$15,449,516	\$ 6,851,734	\$ (519,979)	\$ 941,615
<u>FALL MEETING</u>				
October 1 through December 31:				
2002	\$64,647,525	\$44,764,470	\$ 12,935,838	\$ 4,721,473
2001	<u>50,263,586</u>	<u>41,977,597</u>	<u>13,768,560</u>	<u>2,747,229</u>
Difference	\$14,383,939	\$ 2,786,873	\$ (832,722)	\$ 1,974,244
<u>GRAND TOTALS</u>				
2002	\$284,530,312	\$188,327,547	\$ 57,870,584	\$19,699,959
2001	<u>204,191,670</u>	<u>144,833,775</u>	<u>59,806,251</u>	<u>15,863,407</u>
Difference	\$ 80,338,642	\$ 43,493,772	\$ (1,935,667)	\$ 3,836,552
% of change	<u>39%</u>	<u>30%</u>	<u>(3)%</u>	<u>24%</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 - 2002
ON-TRACK AND EXPORT

	<u>MOUNTAINEER RACETRACK AND Gaming RESORT</u>	<u>PNGI CHARLES TOWN RACES</u>
<u>WINTER MEETING</u>		
January 1 through March 31:		
Regular*	\$ 19,005,547	\$14,781,682
Multiple - 2**	21,212,461	18,157,344
Multiple - 3***	<u>21,121,850</u>	<u>13,257,581</u>
	\$ 61,339,858	\$46,196,607
<u>SPRING MEETING</u>		
April 1 through June 30:		
Regular*	\$ 25,393,256	\$16,439,344
Multiple - 2**	28,174,724	18,737,135
Multiple - 3***	<u>27,968,328</u>	<u>13,675,057</u>
	\$ 81,536,308	\$48,851,536
<u>SUMMER MEETING</u>		
July 1 through September 30:		
Regular*	\$ 24,136,149	\$15,630,187
Multiple - 2**	26,751,621	19,038,904
Multiple - 3***	<u>26,118,851</u>	<u>13,845,843</u>
	\$ 77,006,621	\$48,514,934
<u>FALL MEETING</u>		
October 1 through December 31:		
Regular*	\$19,765,770	\$15,000,940
Multiple - 2**	22,617,584	17,419,412
Multiple - 3***	<u>22,264,171</u>	<u>12,344,118</u>
	\$64,647,525	\$44,764,470
<u>GRAND TOTALS</u>		
Regular*	\$88,300,722	\$61,852,153
Multiple - 2**	98,756,390	73,352,795
Multiple - 3***	<u>97,473,200</u>	<u>53,122,599</u>
	<u>\$284,530,312</u>	<u>\$188,327,547</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 - 2002
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 - *	\$ 1,194,566	\$ 624,458
Multiple - 2**	4,694,535	1,235,439
Multiple - 3***	6,922,689	1,952,725
Multiple - 4****	<u>1,859,591</u>	<u>802,456</u>
	\$ 14,671,381	\$ 4,615,078
<u>SPRING MEETING</u>		
April 1 through June 30:		
Regular - *	\$ 1,341,777	\$ 718,662
Multiple - 2**	4,992,502	1,335,911
Multiple - 3***	6,539,622	2,124,496
Multiple - 4****	<u>2,280,130</u>	<u>842,520</u>
	\$ 15,154,031	\$ 5,021,589
<u>SUMMER MEETING</u>		
July 1 through September 30:		
Regular - *	\$ 1,326,419	\$ 790,713
Multiple - 2**	5,037,312	1,461,069
Multiple - 3***	5,770,801	2,202,988
Multiple - 4****	<u>2,974,802</u>	<u>887,049</u>
	15,109,334	\$ 5,341,819
<u>FALL MEETING</u>		
October 1 through December 31:		
Regular - *	\$ 1,114,480	\$ 625,900
Multiple - 2**	4,006,172	1,315,984
Multiple - 3***	5,510,294	1,975,098
Multiple - 4****	<u>2,304,892</u>	<u>804,491</u>
	\$ 12,935,838	\$ 4,721,473
<u>GRAND TOTALS</u>		
Regular - *	\$ 4,977,242	\$ 2,759,733
Multiple - 2**	18,730,521	5,348,403
Multiple - 3***	24,743,406	8,255,307
Multiple - 4****	<u>9,419,415</u>	<u>3,336,516</u>
	<u>\$ 57,870,584</u>	<u>\$ 19,699,959</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	\$ 8,127,210	\$ 7,241,388
Horsemen's Share	(A) <u>9,220,443</u>	<u>8,707,737</u> (E)
Overpaid (underpaid)	\$ (1,093,233)	\$ (1,466,349)
Races		
<u>SPRING MEETING</u>		
April 1 through June 30:		
Actual Purses Paid	\$ 11,390,680	\$ 8,347,778
Horsemen's Share	(B) <u>7,813,813</u>	<u>5,808,116</u> (F)
Overpaid (underpaid)	\$ 3,576,867	\$ 2,539,662
Races		
<u>SUMMER MEETING</u>		
July 1 through September 30:		
Actual Purses Paid	\$ 10,942,778	\$ 8,879,244
Horsemen's Share	(C) <u>11,704,903</u>	<u>10,370,382</u> (G)
Overpaid (underpaid)	\$ (762,125)	(1,491,138)
Races		
<u>FALL MEETING</u>		
October 1 through December 31:		
Actual Purses Paid	\$ 8,858,633	\$ 7,514,102
Horsemen's Share	(D) <u>9,458,923</u>	<u>9,823,379</u> (H)
Overpaid (underpaid)	\$ (600,290)	\$ 2,309,277
Races		
<u>GRAND TOTALS</u>		
Actual Purses Paid	\$ 39,319,301	\$ 31,982,512
Horsemen's Share	<u>38,198,082</u>	<u>34,709,614</u>
Overpaid (underpaid)	<u>\$ 1,121,219</u>	<u>\$ (2,727,102)</u>
<u>Live Total Races</u>	<u>2,093</u>	<u>2,495</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). \$7,647,551 and \$57,338; (B). \$5,768,406 and \$58,768; (C) \$9,706,928 and \$68,600; (D). \$7,872,378 and \$58,241.

(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 \$492,392 for Racing Capital Improvements.

(3). Includes Horsemen's Share of video lottery at PNGI Charles Town Races: (E). \$6,648,917; (F). \$3,598,480; (G). \$8,204,916; (H). \$7,980,779.

(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 \$77,871 in interest earned.

PURSES PAID BY THE GREYHOUND ASSOCIATIONS

	WHEELING DOWNS RACING ASSOCIATION, INC.	TRI-STATE GREYHOUND PARK
<u>WINTER MEETING</u>		
Races	1,559	1,350
January 1 through March 31:		
"Live"	\$341,761	\$110,261
S/C	110,200	134,217
VL	<u>4,931,506</u>	<u>2,177,620</u>
	<u>\$5,383,467</u>	<u>\$2,422,098</u>
<u>SPRING MEETING</u>		
Races	1,550	1,380
April 1 through June 30:		
"Live"	\$ 367,307	\$ 121,809
S/C	120,159	146,373
VL	<u>2,744,270</u>	<u>1,294,171</u>
	<u>\$3,231,736</u>	<u>\$1,562,353</u>
<u>SUMMER MEETING</u>		
Races	1,570	1,440
July 1 through September 30:		
"Live"	\$ 367,588	\$ 127,860
S/C	108,396	129,467
VL	<u>5,292,419</u>	<u>\$2,156,815</u>
	<u>\$ 5,768,403</u>	<u>\$2,414,142</u>
<u>FALL MEETING</u>		
Races	1,524	1380
October 1 through December 31:		
"Live"	\$ 284,421	\$ 103,375
S/C	86,017	120,317
VL	<u>4,449,250</u>	<u>1,978,610</u>
	<u>\$4,819,688</u>	<u>\$2,202,302</u>
Total - Regular Purses	<u>\$19,203,294</u>	<u>\$8,600,895</u>
Total Races	6,203	5,550

- 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). \$144,480.00 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 - \$37,104; Spring Meeting - \$41,515; Summer Meeting - \$38,474; Fall Meeting - \$27,386.

STAKE RACES AND PURSE SUPPLEMENTS
AT WHEELING DOWNS RACING ASSOCIATION, INC. - 2002

<u>DATE</u>	<u>MEETING</u>	<u>AMOUNT PAID BY ASSOCIATION</u>	<u>AMOUNT PAID BY * RACING COMMISSION</u>	<u>TOTAL</u>
May 25, 2002	Spring	-0-	\$ 35,000.00	\$ 35,000.00
July 6, 2002	Summer	-0-	\$100,000.00	\$100,000.00
August 31, 2002	Summer	-0-	\$ 45,000.00	\$ 45,000.00
				\$180,000.00 =====

STAKE RACES AND PURSE SUPPLEMENTS AT
TRI-STATE GREYHOUND PARK - 2002

<u>DATE</u>	<u>MEETING</u>	<u>AMOUNT PAID BY ASSOCIATION</u>	<u>AMOUNT PAID BY * RACING COMMISSION</u>	<u>TOTAL</u>
May 4, 2002	Spring	-0-	\$75,000.00	\$75,000.00
September 7, 2002	Summer	-0-	\$30,000.00	\$30,000.00
December 7, 2002	Fall	-0-	\$75,000.00	\$75,000.00
				\$180,000.00 =====

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"
2002

	<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:	\$5,427,660	\$11,953,565	\$3,847,893	\$6,194,610
<u>SPRING MEETING</u>				
April 1 through June 30:	\$6,354,540	\$12,698,590	\$4,186,589	\$6,668,262
<u>SUMMER MEETING</u>				
July 1 through September 30:	\$5,957,229	\$11,511,104	\$3,771,418	\$5,834,868
<u>FALL MEETING</u>				
October 1 through December 31:	<u>\$ 5,049,494</u>	<u>\$10,628,678</u>	<u>\$3,119,166</u>	<u>\$5,385,072</u>
<u>GRAND TOTALS</u>	<u>\$22,788,923</u>	<u>\$46,791,937</u>	<u>\$14,925,066</u>	<u>\$24,082,812</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	\$22,788,923	\$243,917	\$4,437	\$1,588,684	\$1,588,680	\$ 731,250	N/A	\$53,083	\$92,909	\$543,816
PNGI Charles Town Races	\$46,791,937	\$385,624	\$9,205	\$3,354,629	\$3,354,628	\$1,487,883	\$460,723	\$113,910	\$232,010	\$283,643
Wheeling Downs Racing Association, Inc.	\$14,925,066	\$222,834	\$3,036	\$280,294	\$1,570,656	\$730,877	\$28,388	\$35,485	\$54,128	\$ 315,949
Tri-State Greyhound Park	\$24,082,812	\$494,929	\$4,840	\$498,420	\$3,039,081	\$794,733	\$44,920	\$56,150	\$ 77,362	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"
2002

<u>DATE</u>	<u>HANDLE</u>	<u>SIGNAL TRANSMISSION FEE</u>	<u>PENSION</u>	<u>WVTFD</u>	<u>TRANSMISSION</u>	<u>REMAINDER</u>	<u>PURSES</u>	<u>ASSOCIATION</u>	
(A)									
	Mountaineer Racetrack and Gaming Resort	\$268,295,113	\$7,988,856	\$79,889	N/A	\$430,967	\$7,478,000	\$3,739,000	\$ 3,739,000
(B)									
	PNGI Charles Town Races	\$156,498,086	\$4,632,345	\$46,323	\$347,426	\$375,920	\$3,862,676	\$1,931,338	\$1,931,338
(C)									
	Wheeling Downs Racing Association	\$ 21,575,166	\$ 479,331	\$ 4,793	N/A	\$358,066	\$ 116,472	-0-	\$ 116,472
(D)									
	Tri-State Racetrack	\$ 7,345,151	\$ 208,522	\$ 2,085	N/A	\$322,875	\$ (116,438)	-0-	\$ (116,438)

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

WEST VIRGINIA RACING COMMISSION
SPECIAL ACCOUNT - UNREDEEMED PARI-MUTUEL TICKETS
Fund held by the West Virginia Racing Commission
January 1, 2002 - December 31, 2002

THOROUGHBRED:

THOROUGHBRED RECEIPTS

Mountaineer Park, Inc.	\$ 231,219.92	
PNGI Charles Town Races, LLC.	484,175.75	
Transfer from Greyhound	390,000.00	
Interest earned on Investments	<u>934.59</u>	\$ 1,106,330.26
		<u>\$ 1,106,330.26</u>

THOROUGHBRED DISBURSEMENTS

Barn Area Capital Improvements - MP	\$ -0-	
Disbursed to Resident Owners	560,144.20	
Disbursed to Breeder Owners	251,216.40	
Disbursed to Stallion Owners	201,822.40	
Disbursed-Unredeemed Pari-Mutuel Tickets	<u>1,324.45</u>	\$(1,014,507.45)
Excess Encumbered to UPMTF		\$ <u>91,822.81</u>

GREYHOUND:

GREYHOUND RECEIPTS

Transfer from UPMTF Balance (1-1-02)	\$571,754.54	
Wheeling Downs Greyhound Racing Assoc., Inc.	299,066.28	
Tri-State Greyhound Park	266,896.30	
Interest earned on Investments:	<u>15,166.20</u>	<u>\$1,152,883.32</u>

GREYHOUND DISBURSEMENTS

Disbursed - Unredeemed Pari-Mutuel Tickets	\$ 2,883.40	
Stake Races	360,000.00	
Transfer to Thoroughbred	390,000.00	
Transfer to West Virginia Greyhound Breeding Development Fund	<u>\$399,999.92</u>	<u>(1,152,883.32)</u>
Excess Encumbered to UPMTF		<u>-0-</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 - 2002

Category I - "Remainder"

(A). Regular Purses:

Balance as of December 31, 2001	\$	-0-		
Transfer made during 2002		-0-		
Interest earned during 2002		-0-		
Expenditures made during 2002		-0-	\$	-0-

(B). Capital Improvements, Marketing and Advertising:

Balance as of December 31, 2001	\$	13,902.97		
Transfer made during 2002		-0-		
Interest earned during 2002		110.40		
Expenditures made during 2002		-0-	\$	14,013.87
Balance as of December 31, 2002 - Category I "Remainder"			\$	14,013.87

Category II - "Awards"

(A). Breeders/Raisers Awards:

Balance as of December 31, 2001	\$	2,526,657.60		
Transfer made during 2002		-0-		
Deposits made during 2002		2,910,487.20		
Interest earned during 2002		28,204.80		
Expenditures made during 2002		(1,515,994.00)		
Distribution of 2/15/02 balance Administration and Promotion		(33,778.20)	\$	3,915,577.40

(B). Sire Owner Awards:

Balance as of December 31, 2001	\$	631,664.40		
Transfer made during 2002		-0-		
Deposits made during 2002		727,621.80		
Interest earned during 2002		7,051.20		
Expenditures made during 2002		(631,664.00)		
Administration and Promotion		(8,444.55)	\$	726,228.85

(C). Owner Purse Supplement Awards:

Balance as of December 31, 2001	\$	1,052,774.00		
Transfer made during 2002		-0-		
Deposits made during 2002		1,212,703.00		
Interest earned during 2002		11,752.00		
Expenditures made during 2002		(1,052,775.00)		
Administration and Promotion		(14,074.25)	\$	1,210,379.75

CATEGORY II AWARDS BALANCE DECEMBER 31, 2002	\$	5,852,186.00
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(D). Disposition of 2/15/02 Carryover
as provided for by Senate Bill 384

effective 6/8/91: Reserve (Encumbered)

Stake Races and

Accredited Races, Administration and Promotion (\$1,010,663.00)

Totals: Categories I, II, and Carryover for

July 1, 2002 - June 30, 2003 period

(\$300,000.00 Stakes Races)

(\$710,663.00 Restricted Races)

\$4,841,523.00
=====

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, 2002	\$ 24,528.64	
Deposits:		
Security for the costs of hearings	\$ 870.50	
Interest earned	<u>333.99</u>	<u>1,204.49</u>
Beginning balance, deposits, and interest earned.		\$ 25,733.13
Disbursements:		
Refunds of security for the costs of hearings and Expense of court recorder	<u>\$520.50</u>	<u>520.50</u>
Balance as of December 31, 2002		<u><u>\$ 25,212.63</u></u>

Note: December 31, 2002, 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 2002
Activity

Deposits:

(A). Share of "live" pari-mutuel wagering	\$ 145,951.25
(B). Share of simulcast pari-mutuel wagering	73,307.23
(C). Share of Net Terminal Income - Video Lottery	3,786,836.56
(D). Unredeemed Pari-Mutuel Tickets	399,999.92
(E). Interest Earned	<u>27,416.60</u>

TOTAL DEPOSITS	<u>\$4,428,511.56</u>
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Disbursements:

(F). Monthly Supplemental Purse Awards	\$4,060,081.33
(G). Stakes Races	200,000.00
(H). Administration and Promotion	<u>35,221.00</u>

TOTAL DISBURSEMENTS	<u>\$4,295,302.33</u>
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Excess encumbered as of December 31, 2002	\$ 133,209.23 =====
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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

Deposits:

<u>RACETRACK</u>	<u>AMOUNT</u>	<u>INTEREST</u>	
(A). Mountaineer Racetrack and Gaming Resort	\$1,189,630.00	\$ 5,625.09	
(B). PNGI Charles Town Races	1,192,635.00	4,794.10	
(C). Wheeling Downs Racing Association, Inc.	741,924.00	6,411.70	
(D). Tri-State Greyhound Park	<u>354,691.00</u>	<u>1,375.21</u>	
	\$3,478,880.00	\$18,206.10	<u>\$3,497,086.10</u>

Disbursements:

(A). Mountaineer Racetrack and Gaming Resort	\$ 527,552.56		
(B). PNGI Charles Town Races	524,450.78		
(C). Wheeling Downs Racing Association, Inc.	623,732.85		
(D). Tri-State Greyhound Park	<u>171,194.67</u>		<u>\$(1,846,930.86)</u>
Excess as of December 31, 2002, to be remitted			\$ 1,650,155.24 =====

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 2002
"Activity"

Deposits:

1% of Net Terminal Income	\$6,184,710.93	
Interest	<u>117,796.19</u>	<u>6,302,507.12</u>
		\$6,302,507.12

Disbursements:

\$ (4,490,823.00)

Excess to be encumbered as of December 31, 2002 \$ 1,811,684.12
=====

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
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 \$10,277,222 in calendar year 2002.

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, 2002		\$1,012,268.84
Deposits:		
Mountaineer Park	\$500,000.00	
PNGI Charles Town Races	500,000.00	
Interest Earned	<u>20,857.28</u>	
		<u>\$1,020,857.28</u>
Beginning Balance and Deposits		<u>\$2,033,126.12</u>
Expenditures		<u>-0-</u>
Balances as of December 31, 2002		\$2,033,126.12 =====

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

Beginning balance - January 1, 2002 \$ 7,250.40

Deposits:

Mountaineer Racetrack and Gaming Resort \$4,488.00

PNGI Charles Town Races 1,122.00

Wheeling Downs Racing Association and
Tri-State Greyhound Park 1,973.00

Interest earned 46.44

Total - Beginning balance and deposits \$14,879.84

Disbursements:

Mountaineer Racetrack and Gaming Resort \$4,352.00

PNGI Charles Town Races 1,360.00

Wheeling Downs Racing Association and
Tri-State Greyhound Park 2,278.00

\$7,990.00

Balance - December 31, 2002 \$6,889.84
=====

Note: Disbursements are made to the Association of Racing
Commissioners, International, Inc. (ARCI).

Composition of Pari-Mutuel Wagering
Calendar Year 2002

<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	\$16,235,199	\$268,295,113	\$19,676,939	\$3,111,984	\$307,319,235
PNGI Charles Town Races	\$31,829,461	\$156,498,086	\$44,335,520	\$2,456,417	\$235,119,484
Wheeling Downs	\$36,295,418	\$ 21,575,166	\$13,462,286	\$1,462,780	\$ 72,795,650
Tri-State Racetrack	<u>\$12,354,808</u>	<u>\$ 7,345,151</u>	<u>\$20,836,771</u>	<u>\$3,246,041</u>	<u>\$ 43,782,771</u>
	\$96,714,886	\$453,713,516	\$98,311,516	\$10,277,222	\$659,017,140
	=====	=====	=====	=====	=====