



## **New Mexico Horse Breeders Association**

P.O. Box 36869

Albuquerque, New Mexico 87176-6869

(505) 262-0224

**2013 Annual Business Meeting  
Treasurer's Report  
Checking Account Balances  
US Bank 12/31/12**

|  | <u>2012</u>  | <u>2011</u>  |
|--|--------------|--------------|
| 1) General Operating Account                                     | \$59,730.16  | \$84,351.88  |
| 2) Contingency Fund Account                                      | \$7,851.96   | \$7,630.06   |
| 3) Certificates Of Deposit                                       | N/A          | \$1.00       |
| 4) NMHBA Award Fund  | \$198,007.26 | \$201,010.36 |
| 5) Clearing Account - (12/23/12)                                 | \$205.22     | \$13,258.88  |
| 6) JP Morgan Chase Bank (11/30/16)                               | \$49,560.99  | \$48,260.00  |
| 7) JP Morgan Chase Bank (01/31/17)                               | \$52,803.98  | N/A          |
| 8) Morgan Stanley Smith Barney<br>US GVT Money Market            | N/A          | \$0.06       |
| 9) Presidential Life (08/13/13)<br>Annuity (3.00% Interest Rate) | \$67,231.42  | \$65,273.22  |
| 10) Community Bank (06/26/13)<br>(.60% Interest Rate)            | \$57,740.16  | \$57,332.93  |
| 11) Bank Of The West (04/07/12)<br>(.40% Interest Rate)          | N/A          | \$51,198.77  |
| 12) New Mexico Bank & Trust<br>Premium Money Market              | \$207,401.90 | \$207,030.52 |
| 13) BOSC, Inc. (08/31/15)  | \$51,228.02  | \$51,228.02  |

**NEW MEXICO HORSE BREEDERS ASSOCIATION**  
**GENERAL FUND COMPARISON**  
**DECEMBER 31, 2012**

|  | <u>Year Ended</u><br><u>12/31/2011</u> | <u>Year Ended</u><br><u>12/31/2012</u> | <u>Change</u>     |
|--|--|--|-------------------|
| <b>REVENUES:</b>   |  |  |                   |
| Including Dues, Administrative Fees, Registrations, Awards Banquet, and Interest | \$ 441,548                             | \$ 445,050                             | \$ 3,502          |
| Gain on sale of building   | -                                      | 236,580                                | 236,580           |
| Total Revenues and Gains   | <u>441,548</u>                         | <u>681,630</u>                         | <u>240,082</u>    |
| <b>EXPENSES:</b>   |  |  |                   |
| Salaries and Payroll Taxes   | 119,157                                | 118,025                                | (1,132)           |
| Employee Health and Retirement Benefits  | 59,137                                 | 59,300                                 | 163               |
| Annual Meeting and Banquet   | 34,237                                 | 35,857                                 | 1,620             |
| Summer Meeting   | 5,855                                  | 8,296                                  | 2,441             |
| Insurance  | 29,354                                 | 29,422                                 | 68                |
| Lobbying Costs   | 26,749                                 | 26,750                                 | 1                 |
| Magazine Publication   | 41,993                                 | 66,435                                 | 24,442            |
| Marketing Campaign   | 32,335                                 | 18,008                                 | (14,327)          |
| Bank and credit card fees  | -                                      | 406                                    | 406               |
| Board Expense  | 10,190                                 | 10,536                                 | 346               |
| Dues & Subscriptions   | 2,883                                  | 2,942                                  | 59                |
| Telephone  | 3,707                                  | 4,390                                  | 683               |
| Printing   | 1,820                                  | 2,818                                  | 998               |
| Postage  | 8,595                                  | 8,852                                  | 257               |
| Depreciation   | 19,758                                 | 18,923                                 | (835)             |
| Advertising  | 16,243                                 | 17,631                                 | 1,388             |
| Web Site   | 12,288                                 | 13,399                                 | 1,111             |
| Auto Expense   | 2,709                                  | 3,148                                  | 439               |
| Office Expense   | 775                                    | 896                                    | 121               |
| Computer Expense   | 3,515                                  | 2,516                                  | (999)             |
| Miscellaneous  | 659                                    | 1,632                                  | 973               |
| Moving expense   | -                                      | 613                                    | 613               |
| Office Supplies  | 13,761                                 | 12,882                                 | (879)             |
| Utilities  | 4,266                                  | 4,871                                  | 605               |
| Equipment Rent and Maintenance   | 5,486                                  | 6,203                                  | 717               |
| Travel and Lodging   | 1,581                                  | 2,061                                  | 480               |
| Accounting and Awards Calculation  | 16,800                                 | 17,415                                 | 615               |
| Consultants  | 348                                    | -                                      | (348)             |
| NM State Industry Impact Study   | -                                      | 4,285                                  | 4,285             |
| Equine Protection Fund   | 2,000                                  | -                                      | (2,000)           |
| Repairs and Maintenance  | 3,443                                  | 1,655                                  | (1,788)           |
| Security   | 385                                    | 484                                    | 99                |
| Meals and Entertainment  | 478                                    | 403                                    | (75)              |
| Property Taxes   | 3,401                                  | 3,683                                  | 282               |
| Condominium association dues   | -                                      | 1,226                                  | 1,226             |
| Legal Fees   | 1,477                                  | -                                      | (1,477)           |
| Retirement Payments  | 4,000                                  | -                                      | (4,000)           |
| Bad Debt Expense   | 331                                    | -                                      | (331)             |
| Annual Audit   | 18,190                                 | 18,187                                 | (3)               |
| Total Expenses   | <u>507,906</u>                         | <u>524,150</u>                         | <u>16,244</u>     |
| <b>EXCESS OF REVENUE OVER EXPENSES</b>   |  |  |                   |
| <b>(EXCESS OF EXPENSES OVER REVENUE)</b>   | <u>\$ (66,358)</u>                     | <u>\$ 157,480</u>                      | <u>\$ 223,838</u> |
|  | After 2011<br>Audit                    | Before 2012<br>Audit                   |                   |

## 2013 ANNUAL BUSINESS MEETING

January 24, 2013

Week Ending 12/23/12

BREAKAGE ACCOUNTS

| <u>RACETRACK</u>      | <u>2012</u> | <u>2011</u> |
|-----------------------|-------------|-------------|
| New Mexico State Fair | \$1.00      | \$1.00      |
| Ruidoso Downs         | \$10,195.77 | \$14,714.79 |
| SunRay Park           | \$4,116.31  | \$8,524.34  |
| Downs At Albuquerque  | \$5,665.89  | \$27,910.61 |
| Sunland Park          | \$17,952.51 | \$5,176.62  |
| Zia Park              | \$10,879.08 | \$7,230.22  |

PURSE ENHANCEMENTS  
SUNLAND PARK 2011 - 2012

|          |                                     |             |                   |
|----------|-------------------------------------|-------------|-------------------|
| 12/10/11 | Jess Burner Memorial Handicap       | \$55,000.00 | (Gaming)          |
| 12/11/11 | Johnie L. Jamison Stakes            | \$55,000.00 | (Gaming)          |
| 12/11/11 | NM State Racing Commission Handicap | \$55,000.00 | (Gaming)          |
| 12/17/11 | Challenger Six Handicap             | \$55,000.00 | (Gaming)          |
| 12/18/11 | The Enchantress Stakes              | \$55,000.00 | (\$27,500 Gaming) |
| 12/18/11 | Lou Wooten Handicap                 | \$55,000.00 | (Gaming)          |
| 12/31/11 | Red Hedeman Mile                    | \$55,000.00 | (Gaming)          |
| 01/07/12 | The Shue Fly                        | \$60,000.00 | (Gaming)          |
| 01/07/12 | Albert Dominguez Memorial Handicap  | \$60,000.00 | (Gaming)          |
| 01/14/12 | La Senora Handicap                  | \$55,000.00 | (Gaming)          |
| 01/21/12 | Pepsi Cola Handicap                 | \$55,000.00 | (Gaming)          |
| 02/18/12 | Sydney Valentini Handicap           | \$60,000.00 | (Gaming)          |
| 02/19/12 | NMHBA QH Stakes                     | \$60,000.00 | (Gaming)          |
| 03/10/12 | Mt. Cristo Rey Handicap             | \$60,000.00 | (Gaming)          |
| 03/11/12 | Mesilla Valley Speed Handicap       | \$60,000.00 | (Gaming)          |
| 03/18/12 | NM State University Stakes          | \$55,000.00 | (Gaming)          |

|          |  |                |          |
|----------|--|----------------|----------|
| 03/25/12 | La Coneja Stakes                               | \$55,000.00    | (Gaming) |
| 03/25/12 | New Mexico Breeders' Oaks                      | \$55,000.00    | (Gaming) |
| 03/25/12 | New Mexico Breeders' Derby                     | \$55,000.00    | (Gaming) |
| 04/07/12 | New Mexican Spring Fling                       | \$25,000.00    |          |
| 04/08/12 | New Mexican Spring Futurity                    | \$60,000.00    | (Gaming) |
| 04/14/12 | SunBurst Handicap                              | \$60,000.00    | (Gaming) |
| 04/14/12 | Copper Top Futurity (Filly Division)           | \$37,500.00    | (Gaming) |
| 04/14/12 | Copper Top Futurity (Colt & Geldings Division) | \$37,500.00    | (Gaming) |
|          |  | <hr/>          |          |
|          |  | \$1,295,000.00 |          |

PURSE ENHANCEMENTS

SUNRAY PARK & CASINO 2012

|          |                                    |              |                   |
|----------|------------------------------------|--------------|-------------------|
| 04/21/12 | Russell & Helen Foutz Distaff      | \$50,000.00  | (Gaming)          |
| 04/28/12 | Jack Cole Handicap                 | \$50,000.00  | (Gaming)          |
| 04/29/12 | Four Corners Senora QH Stakes      | \$50,000.00  | (Gaming)          |
| 05/20/12 | NM Breeders' Stakes                | \$50,000.00  | (Gaming)          |
| 05/26/12 | Aztec Oaks                         | \$50,000.00  | (Gaming)          |
| 05/27/12 | Dine' Stakes                       | \$50,000.00  | (Gaming)          |
| 06/03/12 | NM Breeder's Futurity              | \$50,000.00  | (Gaming)          |
| 06/10/12 | Jimmy Drake QH Stakes              | \$50,000.00  | (Gaming)          |
| 06/16/12 | C.O. "Ken" Kendrick Memorial       | \$50,000.00  | (Gaming)          |
| 06/19/12 | Totah TB Futurity                  | \$50,000.00  | (Gaming)          |
| 06/23/12 | Tommy "Duke" Smith QH Handicap     | \$50,000.00  | (Gaming)          |
| 06/24/12 | NM Horsemen's Association Handicap | \$50,000.00  | (\$38,000 Gaming) |
|          |                                    | <hr/>        |                   |
|          |                                    | \$600,000.00 |                   |

PURSE ENHANCEMENTSRUIDOSO DOWNS 2012

|          |  |              |                   |
|----------|--|--------------|-------------------|
| 06/16/12 | Mountain Top New Mexico Bred QH Futurity | \$15,000.00  |                   |
| 06/23/12 | Mountain Top New Mexico Bred TB Futurity | \$15,000.00  | (Gaming)          |
| 07/29/12 | Zia Handicap                             | \$25,000.00  | (Gaming)          |
| 07/29/12 | Zia 870 Championship                     | \$25,000.00  |                   |
| 07/29/12 | Zia Derby                                | \$30,000.00  | (Gaming)          |
| 07/29/12 | Sierra Starlet                           | \$25,000.00  | (Gaming)          |
| 07/29/12 | Lincoln Handicap                         | \$25,000.00  | (Gaming)          |
| 07/29/12 | Road Runner Handicap                     | \$25,000.00  | (Gaming)          |
| 07/29/12 | Rio Grande Senior Futurity               | \$30,000.00  | (Gaming)          |
| 07/29/12 | Rio Grande Seniorita Futurity            | \$30,000.00  | (Gaming)          |
| 07/29/12 | Zia Futurity                             | \$30,000.00  | (\$15,000 Gaming) |
| 07/29/12 | Land Of Enchantment                      | \$25,000.00  | (Gaming)          |
|          |  | <hr/>        |                   |
|          |  | \$300,000.00 |                   |

PURSE ENHANCEMENTSDOWNS AT ALBUQUERQUE &NEW MEXICO STATE FAIR 2012

|          |                            |             |          |
|----------|----------------------------|-------------|----------|
| 08/26/12 | Lineage QH Claiming Stakes | \$2,500.00  | (Gaming) |
| 08/26/12 | Hard Twist                 | \$17,000.00 | (Gaming) |
| 08/26/12 | Chief Narbona              | \$17,000.00 | (Gaming) |
| 08/26/12 | Pelican                    | \$17,000.00 | (Gaming) |
| 08/26/12 | John Augustine             | \$17,000.00 | (Gaming) |
| 08/26/12 | Don Juan De Oñate          | \$17,000.00 | (Gaming) |
| 08/26/12 | Casey Darnell Pony Express | \$17,000.00 | (Gaming) |
| 08/26/12 | The Lineage Championship   | \$17,000.00 | (Gaming) |
| 08/26/12 | The Lineage Stakes         | \$17,000.00 | (Gaming) |
| 08/26/12 | Carlos Salazar             | \$17,000.00 | (Gaming) |
| 08/26/12 | Lineage TB Claiming Stakes | \$2,500.00  | (Gaming) |

|          |                               |              |                  |
|----------|-------------------------------|--------------|------------------|
| 09/09/12 | E.T. Springer                 | \$17,000.00  |                  |
| 09/22/12 | NMSF Senorita Futurity        | \$17,000.00  |                  |
| 09/22/12 | NMSF Senor Futurity           | \$17,000.00  |                  |
| 09/22/12 | NMSF TB Breeders' Stakes      | \$17,000.00  |                  |
| 09/23/12 | NMSF QH Breeders' Derby       | \$17,000.00  | (Gaming)         |
| 09/23/12 | Dessie & Fern Sawyer Futurity | \$17,000.00  | (Gaming)         |
| 09/23/12 | George Maloof Futurity        | \$17,000.00  | (Gaming)         |
| 10/07/12 | University Of NM Handicap     | \$17,000.00  | (Gaming)         |
| 11/04/12 | NM Breeders' QH Championship  | \$17,000.00  | (\$8,500 Gaming) |
|          |                               | <hr/>        |                  |
|          |                               | \$311,000.00 |                  |

PURSE ENHANCEMENTS

ZIA PARK 2012

|          |  |              |                   |
|----------|--|--------------|-------------------|
| 10/28/12 | New Mexico Cup 870 Championship                  | \$70,000.00  | (Gaming)          |
| 10/28/12 | Namehimastreaker NM Classic QH Championship      | \$85,000.00  | (Gaming)          |
| 10/28/12 | New Mexico Classic Derby                         | \$70,000.00  | (Gaming)          |
| 10/28/12 | New Mexico Classic Futurity                      | \$70,000.00  | (Gaming)          |
| 10/28/12 | New Mexico Classic Cup Sprint Championship       | \$85,000.00  | (Gaming)          |
| 10/28/12 | New Mexico Classic Cup Juvenile Fillies          | \$70,000.00  | (Gaming)          |
| 10/28/12 | New Mexico Classic Cup Filly Championship        | \$70,000.00  | (Gaming)          |
| 10/28/12 | NM Classic Cup Colts & Geldings Championship     | \$70,000.00  | (Gaming)          |
| 10/28/12 | NM Classic Cup Peppers Pride F & M Championship  | \$85,000.00  | (Gaming)          |
| 10/28/12 | NM Classic Cup Rocky Gulch Championship          | \$90,000.00  | (Gaming)          |
| 10/28/12 | New Mexico Classic Cup Juvenile Colts & Geldings | \$70,000.00  | (Gaming)          |
| 11/24/12 | New Mexico QH Fillies & Mares Championship       | \$70,000.00  | (\$50,000 Gaming) |
| 12/02/12 | New Mexico Eddy County Stakes                    | \$60,000.00  | (Gaming)          |
|          |  | <hr/>        |                   |
|          |  | \$965,000.00 |                   |

**UNCLAIMED TICKET  
ACCOUNT**

| TRACK                 | 2012               | 2011               |
|-----------------------|--------------------|--------------------|
| New Mexico State Fair | \$1.00             | \$1.00             |
| Ruidoso Downs         | \$389.22           | \$400.89           |
| Downs At Albuquerque  | \$582.81           | \$424.45           |
| Sunland Park          | \$304.33           | \$861.39           |
| SunRay Park           | \$9,638.24         | \$14,162.72        |
| Zia Park              | \$9.00             | \$432.56           |
|                       | <b>\$10,924.60</b> | <b>\$16,283.01</b> |

**COMMITTED TO OVERNIGHT NM BRED RACES**

2011 - 2012 Sunland Park is as follows :

\$2,500.00 - Maiden Claiming races

\$3,500.00 - Claiming or Optional Claiming (Starter /Alw) up to  
\$15,000.00 or less

\$4,000.00 - Claiming over \$15,000.00 or Opt/Alw over \$15,000.00

\$5,000.00 - Maiden Special Weight and all other Allowance races

2012 Ruidoso Downs - \$1,400.00 per o/n NM Bred race

2012 SunRay Park - \$1,600.00 per o/n NM Bred race

2012 Downs At Albuquerque / NMSF - \$1,200.00 per o/n NM Bred race

2012 Zia Park is as follows:

Maiden Claiming Races \$2,000.00

Claiming or Optional Claiming (Starter/Alw) to  
\$15,000.00 or less \$3,000.00

Maiden Special Weight, Claiming over \$15,000.00 &  
Opt / Alw over \$15,000.00 \$3,500.00

Allowance Races \$4,500.00

**Total Distribution Unclaimed & Gaming**

|                       | 2012                            | 2011                            |
|-----------------------|---------------------------------|---------------------------------|
| Sunland Park          | \$1,377,500.00                  | \$1,572,000.00                  |
|                       | (\$52,000 & \$1,325,500 Gaming) | (\$60,000 & \$1,512,000 Gaming) |
| Ruidoso Downs         | \$263,200.00                    | \$268,800.00                    |
|                       | (\$36,000 & \$227,200 Gaming)   | (\$44,200 & \$224,600 Gaming)   |
| Downs At Albuq / NMSF | \$222,000.00                    | \$207,600.00                    |
|                       | (\$59,000 & \$163,000 Gaming)   | (\$96,000 & \$111,600 Gaming)   |
| SunRay Park           | \$232,000.00                    | \$171,000.00                    |
|                       | (\$14,000 & \$218,000 Gaming)   | (\$10,000 & \$161,000 Gaming)   |
| Zia Park              | \$863,000.00                    | \$939,000.00                    |
|                       | (\$19,000 & \$844,000 Gaming)   | (\$18,000 & \$921,000 Gaming)   |
| <b>Total</b>          | <b>\$2,957,700.00</b>           | <b>\$3,158,400.00</b>           |

NM BREDS IN OPEN OVERNIGHT RACES

| Racetrack                            |      | Number<br>Of Horses | Came in<br>1st, 2nd & 3rd | Percentage | TB  | QH           | Amount Paid         |
|--------------------------------------|------|---------------------|---------------------------|------------|-----|--------------|---------------------|
| Ruidoso Downs                        | 2012 | 627                 | 186                       | 30%        | 99  | 87           | \$76,732.90         |
|                                      | 2011 | 593                 | 186                       | 32%        | 105 | 81           | \$81,649.80         |
| SunRay Park                          | 2012 | 456                 | 141                       | 31%        | 76  | 65           | \$95,042.60         |
|                                      | 2011 | 669                 | 206                       | 31%        | 123 | 83           | \$144,570.40        |
| Downs @ Albuq / NMSF                 | 2012 | 594                 | 174                       | 30%        | 77  | 97           | \$69,510.10         |
|                                      | 2011 | 615                 | 182                       | 30%        | 97  | 85           | \$78,317.60         |
| Zia Park                             | 2012 | 321                 | 84                        | 27%        | 7   | 77           | \$90,978.90         |
|                                      | 2011 | 337                 | 81                        | 24%        | 8   | 73           | \$92,738.40         |
| Sunland Park                         | 2012 | 462                 | 124                       | 27%        | 18  | 106          | \$123,101.10        |
|                                      | 2011 | 387                 | 104                       | 27%        | 11  | 93           | \$134,019.00        |
|                                      |      |                     |                           |            |     | <b>Total</b> | <b>\$455,365.60</b> |
| <b>\$78,929.60 less than in 2011</b> |      |                     |                           |            |     |              |                     |

10% TRACK BREEDERS AWARDS DISTRIBUTED IN 2012

Sunland Park 2011 - 2012

77 Days of Racing - \$548,786.00

Downs At Albuquerque & New Mexico State Fair

54 Days of Racing - \$150,864.88

Ruidoso Downs

61 Days of Racing - \$144,001.00

SunRay Park

42 Days of Racing - \$169,711.00

Zia Park

54 Days of Racing - \$442,993.20

**TOTAL TRACK BREEDERS AWARDS PAID OUT IN 2012 - \$1,456,356.08**

**\$23,108.91 LESS THAN IN 2011**

## 2012 INCENTIVE FUNDS AND PURSE ENHANCEMENTS

|   |                        |
|---|------------------------|
| 1,167 Owners  | \$1,799,841.93         |
| 492 Breeders  | \$2,024,828.40         |
| 212 Stallion Owners   | \$314,968.24           |
| <u>1,871 Checks Issued</u>  | <u>\$4,139,638.57</u>  |
| 2012 Breakage / Gaming funds distributed to NM Bred Stakes                  | \$3,471,000.00         |
| 2012 Unclaimed Ticket & Gaming funds distributed to NM Bred overnight races | \$2,957,700.00         |
| 2012 NM Breds running in open overnight races                               | \$455,365.60           |
|   | <u>\$11,023,704.17</u> |
| 2012 10% Track Breeders Awards  | \$1,456,356.08         |
|   | <u>\$12,480,060.25</u> |

2012 Top 5 Award Recipients:

- 1) M J Farms
- 2) R.D. Hubbard, et al
- 3) Mike C. Abraham
- 4) Rita J. Danley
- 5) H. Joe Allen

| 2012<br>Members | 2011<br>Members |
|-----------------|-----------------|
| 929 (-56)       | 985             |

2012 Horse Registrations with a comparison from 2011

|                  | 2012         | 2011         | (+ or -) |
|------------------|--------------|--------------|----------|
| NM Bred Foals    | QH 742       | QH 729       |          |
|                  | TB 812       | TB 648       |          |
|                  | <u>1,554</u> | <u>1,377</u> | 177      |
| NM QH Broodmares | 189          | 234          | -45      |
| NM TB Broodmares | 264          | 270          | -6       |
| NM QH Stallions  | 15           | 21           | -6       |
| NM TB Stallions  | 19           | 23           | -4       |
|                  | <u>2,041</u> | <u>1,925</u> | 116      |

More than in 2011

## HORSE REGISTRATIONS

|                                | 2012        | 2011        | 2010        | 2009        | 2008        | 2007        | 2006        | 2005        | 2004        | 2003        |
|--------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b><u>New Mexico Breds</u></b> |             |             |             |             |             |             |             |             |             |             |
| Quarter Horse                  | 742         | 729         | 732         | 836         | 808         | 803         | 940         | 866         | 817         | 739         |
| Thoroughbred                   | 812         | 648         | 744         | 915         | 928         | 917         | 875         | 702         | 600         | 499         |
| <b>Total</b>                   | <b>1554</b> | <b>1377</b> | <b>1476</b> | <b>1751</b> | <b>1736</b> | <b>1720</b> | <b>1815</b> | <b>1568</b> | <b>1417</b> | <b>1238</b> |
| <b><u>NM Broodmares</u></b>    |             |             |             |             |             |             |             |             |             |             |
| Quarter Horse                  | 189         | 234         | 245         | 239         | 307         | 375         | 376         | 423         | 426         | 373         |
| Thoroughbred                   | 264         | 270         | 311         | 355         | 361         | 447         | 531         | 538         | 428         | 332         |
| <b>Total</b>                   | <b>453</b>  | <b>504</b>  | <b>556</b>  | <b>594</b>  | <b>668</b>  | <b>822</b>  | <b>907</b>  | <b>961</b>  | <b>854</b>  | <b>705</b>  |
| <b><u>NM Stallions</u></b>     |             |             |             |             |             |             |             |             |             |             |
| Quarter Horse                  | 15          | 21          | 26          | 21          | 27          | 30          | 34          | 29          | 22          | 26          |
| Thoroughbred                   | 19          | 23          | 29          | 20          | 30          | 30          | 45          | 54          | 40          | 31          |
| <b>Total</b>                   | <b>34</b>   | <b>44</b>   | <b>55</b>   | <b>42</b>   | <b>57</b>   | <b>60</b>   | <b>79</b>   | <b>83</b>   | <b>62</b>   | <b>57</b>   |
| <b><u>Recipient Mares</u></b>  |             |             |             |             |             |             |             |             |             |             |
|                                | 23          | 55          | 60          | 25          | 63          | 57          | 85          | 59          | 38          | 60          |

**GAMING REVENUE**  
**12/31/12**

|  | <u>2012</u>         | <u>2011</u>         |
|--|---------------------|---------------------|
| <b>NMHBA Gaming Purse Fund</b>   | <b>\$5,819.92</b>   | <b>\$5,827.43</b>   |
| <b>2/22/1999 Sunland Park Breakage / Unclaimed<br/>(Breakage \$116,787.87 Unclaimed \$87,854.95)</b>     | <b>\$204,642.82</b> | <b>\$510,976.24</b> |
| <b>Sunland Park Award Incentive</b>  | <b>\$252,818.11</b> | <b>\$267,403.47</b> |
| <b>5/4/1999 Ruidoso Downs Breakage / Unclaimed<br/>(Breakage \$64,427.18 Unclaimed 123,442.91)</b>       | <b>\$187,870.09</b> | <b>\$113,717.99</b> |
| <b>Ruidoso Downs Award Incentive</b>   | <b>\$70,705.18</b>  | <b>\$65,492.14</b>  |
| <b>7/4/1999 SunRay Park Breakage / Unclaimed<br/>(Breakage \$64,331.68 Unclaimed \$178,850.42)</b>       | <b>\$243,182.10</b> | <b>\$461,294.32</b> |
| <b>SunRay Park Award Incentive</b>   | <b>\$75,508.60</b>  | <b>\$133,087.87</b> |
| <b>8/26/1999 Downs At Albuquerque Breakage / Unclaimed<br/>(Breakage \$21,194.44 Unclaimed \$485.01)</b> | <b>\$21,679.45</b>  | <b>\$89,020.43</b>  |
| <b>Downs At Albuquerque Award Incentive</b>  | <b>\$39,707.71</b>  | <b>\$45,366.05</b>  |
| <b>New Mexico State Fair Breakage / Unclaimed<br/>(Breakage \$.50 Unclaimed \$.50)</b>                   | <b>\$1.00</b>       | <b>\$1.00</b>       |
| <b>NM State Fair Award Incentive</b>   | <b>\$1.00</b>       | <b>\$1.00</b>       |
| <b>11/14/2004 Zia Park Breakage / Unclaimed<br/>(Breakage \$290,938.24 Unclaimed {- \$11,919.08})</b>    | <b>\$279,019.16</b> | <b>\$141,779.77</b> |
| <b>Zia Park Award Incentive</b>  | <b>\$268,073.69</b> | <b>\$235,774.41</b> |

(2)

**NEW MEXICO HORSE BREEDERS ASSOCIATION****Award Distribution Allocation****SEPTEMBER 10, 2011 THRU SEPTEMBER 23, 2012****(EXCLUDES ZIA PARK 2012 SEASON AND DOWNS AT ALBUQUERQUE 9/28/12 TO 11/4/12)****Award monies to be distributed based upon race class as follows:****CLASS A -** Maiden, Trials, Futurities, Derbys, Allowances, Handicaps & Stakes.**CLASS B -** Claiming races of \$10,000 and above.**CLASS C -** Claiming races below \$10,000.**CLASS D -** Maiden Claiming races.**OWNERS' AWARDS****1,799,841.93**

| <u>CLASS</u> | <u>FIRST PLACE</u> | <u>SECOND PLACE</u> | <u>THIRD PLACE</u> |
|--------------|--------------------|---------------------|--------------------|
| CLASS A      | \$ 1,010.79        | \$ 388.10           | \$ 151.05          |
| CLASS B      | 758.09             | 291.07              | 113.29             |
| CLASS C      | 645.78             | 247.95              | 96.50              |
| CLASS D      | 393.08             | 150.93              | 58.74              |

**BREEDERS' AWARDS****2,024,828.40**

| <u>CLASS</u> | <u>FIRST PLACE</u> |
|--------------|--------------------|
| CLASS A      | \$ 1,749.44        |
| CLASS B      | 1,312.07           |
| CLASS C      | 1,117.70           |
| CLASS D      | 680.33             |

**STALLION OWNERS' AWARDS****314,968.24**

| <u>CLASS</u> | <u>FIRST PLACE</u> |
|--------------|--------------------|
| CLASS A      | \$ 272.13          |
| CLASS B      | 204.10             |
| CLASS C      | 173.86             |
| CLASS D      | 105.83             |

**TOTAL AWARD DISTRIBUTION****4,139,638.57***Broderick, Phillippi, Wright and Comunas, LLC., Certified Public Accountants, Albuquerque, NM*

SUMMARY OF NEW MEXICO  
BRED RACES

IN 77 DAYS OF RACING SUNLAND PARK RAN 410 NEW MEXICO BRED RACES.

|                         |                              |                            |
|-------------------------|------------------------------|----------------------------|
| 15 TB STAKES            |                              |                            |
| 5 TB TRIALS             |                              |                            |
| 9 QH STAKES             |                              | 5.33 PER DAY AVERAGE       |
| 15 QH TRIALS            |                              |                            |
| 266 TB OVERNIGHT        |                              |                            |
| <u>100 QH OVERNIGHT</u> |                              |                            |
| <b>410 TOTAL</b>        | <b>286 TB + 124 QH = 410</b> | <b>+ 256 FOR TWO A DAY</b> |

IN 54 DAYS OF RACING THE DOWNS AT ALBUQ / NM STATE FAIR RAN 218 NM BRED RACES.

|                        |                             |                            |
|------------------------|-----------------------------|----------------------------|
| 11 TB STAKES           |                             |                            |
| 4 TB TRIALS            |                             |                            |
| 9 QH STAKES            |                             | 4.04 PER DAY AVERAGE       |
| 9 QH TRIALS            |                             |                            |
| 119 TB OVERNIGHT       |                             |                            |
| <u>66 QH OVERNIGHT</u> |                             |                            |
| <b>218 TOTAL</b>       | <b>134 TB + 84 QH = 218</b> | <b>+ 110 FOR TWO A DAY</b> |

IN 61 DAYS OF RACING RUIDOSO DOWNS RAN 233 NEW MEXICO BRED RACES.

|                        |                             |                           |
|------------------------|-----------------------------|---------------------------|
| 8 TB STAKES            |                             |                           |
| 11 TB TRIALS           |                             |                           |
| 5 QH STAKES            |                             | 3.82 PER DAY AVERAGE      |
| 21 QH TRIALS           |                             |                           |
| 138 TB OVERNIGHT       |                             |                           |
| <u>50 QH OVERNIGHT</u> |                             |                           |
| <b>233 TOTAL</b>       | <b>157 TB + 76 QH = 233</b> | <b>+111 FOR TWO A DAY</b> |

IN 42 DAYS OF RACING SUNRAY PARK RAN 161 NEW MEXICO BRED RACES.

|                  |                             |                           |
|------------------|-----------------------------|---------------------------|
| 6 TB STAKES      |                             |                           |
| 6 QH STAKES      |                             | 3.84 PER DAY AVERAGE      |
| 4 QH TRIALS      |                             |                           |
| 108 TB OVERNIGHT |                             |                           |
| <b>161 TOTAL</b> | <b>114 TB + 47 QH = 161</b> | <b>+ 77 FOR TWO A DAY</b> |

IN 54 DAYS OF RACING ZIA PARK RAN 292 NEW MEXICO BRED RACES.

|                        |                             |                            |
|------------------------|-----------------------------|----------------------------|
| 8 TB STAKES            |                             |                            |
| 5 QH STAKES            |                             | 5.41 PER DAY AVERAGE       |
| 10 QH TRIALS           |                             |                            |
| 192 TB OVERNIGHT       |                             |                            |
| <u>77 QH OVERNIGHT</u> |                             |                            |
| <b>292 TOTAL</b>       | <b>200 TB + 92 QH = 292</b> | <b>+ 184 FOR TWO A DAY</b> |



## ANNUAL REPORT SUMMARY

The New Mexico Horse Breeders Association, before the 2012 Audit completion, shows revenues of \$445,050.00 with a gain on the sale of the 1020 Texas property of \$236,580.00 which is \$240,082 greater than 2011. After expenses, the net revenue is \$157,480.00. There were the normal increases in employee health and retirement benefits, the summer meeting, accounting and award calculations, annual meeting, telephone expense and condominium Association dues. There were decreases in the payroll taxes, computer expenses, office supplies, repairs and maintenance and legal fees.

The Marketing Committee spent \$18,008.00 which is \$14,327.00 less than in 2011. The excess 2012 calendars were sold at \$5.00 per calendar to recoup some of the cost. Sponsors were obtained for the summer meeting in Ruidoso. Currently the Association publication is published four times per year costing \$66,435.00

The website cost is \$13,399.00 for updates which is \$1,111.00 more than in 2011.

The Association published its second Legislative Issue costing \$13,000.00 and paid \$1,000.00 for a portion of the New Mexico's Racing Commissions dues to the Association of Racing Commissioners for 2012.

There were 288 days of racing in 2012 which is 1 day less than in 2011.

In 2012, \$455,365.60 was earned as a 20% bonus for New Mexico Breds running in open overnight races compared to \$530,788.20 in 2011. This is \$78,929.60 less than in 2011. There were 1,153 New Mexico Bred overnight races run in 2012. There was \$2,957,700.00 distributed to overnight races from the unclaimed ticket and gaming revenues which is \$200,700.00 less than 2011.

The 10% track breeder awards in 2012 totaled \$1,456,356.08, which is \$23,108.91 less than in 2011.

**Overall, the members with horses participating at the racetracks received \$12,480,060.25 which is \$543,548.99 less than in 2011 due to the downturn in gaming revenue received.**

**The top five award recipients are M J Farms, R.D. Hubbard, et al, Mike C. Abraham, Rita J. Danley and H. Joe Allen.**

**2012 members were 929 which is a 6% decrease. The 2012 registrations increased 6%. New Mexico Bred foals increased 12% due to the fees increasing on January 1, 2013. New stallion registrations decreased 23%. Affidavits continue to be mailed confirming the accuracy of the information stated on the New Mexico Bred application.**

**The Award Incentive Fund checks were mailed November 27, 2012. The total award distribution was \$4,139,638.57. This is a decrease of \$105,317.49 compared to 2011. The award allocation was from September 10, 2011 through September 23, 2012. This excludes Zia Park's 2012 season and the Downs At Albuquerque from 09/28/12 – 11/04/12. \$3,138,425.69 of the total distribution was generated from gaming. There were 1,871 checks issued in 2012.**

**Your Association has experienced a decrease in memberships but an overall increase in registrations.**

**Even though we decreased \$125,000.00 from Sunland Park for the stakes and \$50,000.00 at Ruidoso, there was an increase at the Downs At Albuquerque / NM State Fair for \$36,000.00. The racetracks have been very supportive in maintaining continuity in the purse enhancements for the race meet and adjustments are made for the following race meet.**

**In 2012 the industry updated the Impact Study done in 2006 which cost the Association \$4,285.00. We had a presence at the Democratic dinner. We continue to supply the NM Saddle Cloths to the racetracks for the New Mexico Bred horses done by Mary Decker.**

**The Association participated in a sponsorship with News New Mexico for radio spots.**

**At the Downs At Albuquerque and Ruidoso Downs a Breast Cancer Awareness day was held and the Horsemen's Association and your**

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**Association supplied 500 pink caps for the event. At Zia Park pink drawstring bags were distributed.**

**As a convenience for members, we started taking credit cards in November.**

**The Trustees and I worked hard to keep expenses down and maintain a positive image for the Association in these challenging times.**