

Pennsylvania Breeding Fund Program

The odds are in your favor if you breed Pennsylvania-Breds and/or race them in this state!

Why?

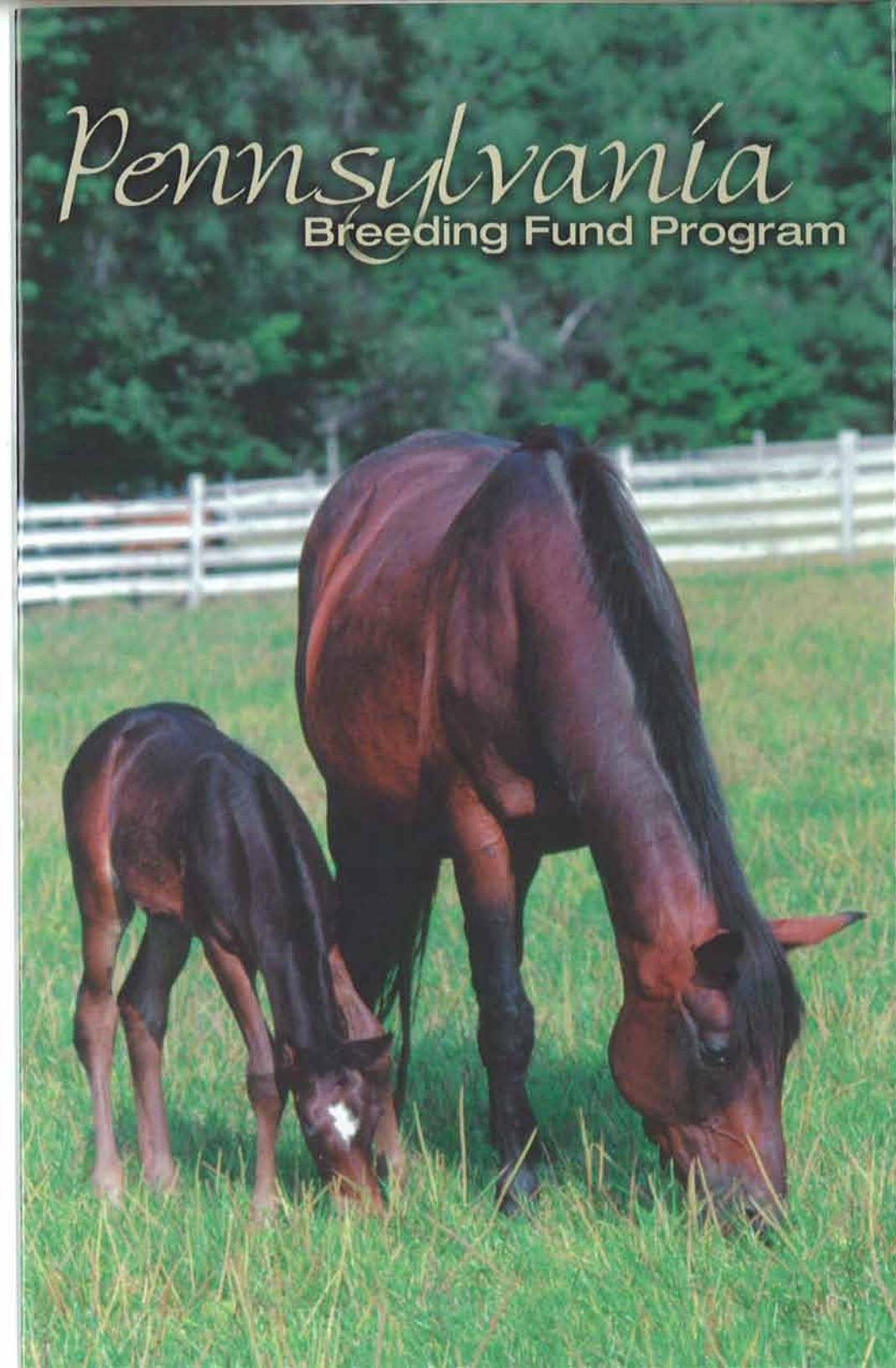
Pennsylvania's Breeding Fund Program distributes more money, on a per foal basis, than nearly every other state-bred program now in operation. Established in 1974, the Pennsylvania Breeding Fund has grown from a disbursement of \$65,000 in its initial year of operation and is expected to increase to \$20 million annually.

Thoroughbred breeding and racing is a high-risk enterprise, but for breeders of PA-Breds, owners of stallions standing in this state, and owners of PA-Breds racing at Philadelphia Park, Penn National and Presque Isle, the added rewards can be one factor that makes for a winning stable.

The Pennsylvania Breeding Fund is financed by a percentage of the state's total Thoroughbred pari-mutuel handle and slot revenues. It provides for individual award payments (breeder, stallion and owner awards), overnight races for PA-Breds, purse bonus supplements, PA-Bred stakes races, and reimbursement of expenses incurred by the Pennsylvania Horse Breeders Association (PHBA) in its role as program administrator. Additionally, monies from each Thoroughbred track's daily handle are allotted to owner bonuses earned by PA-Breds at that track.

While benefiting owners and breeders with its incentive awards, the Fund serves a wider purpose, helping to support live racing at Philadelphia Park, Penn National, and Presque Isle. By making it worthwhile for owners to race their PA-Breds in their native state, the Breeding Fund program channels a steady supply of competitive runners to the Pennsylvania tracks, and makes it less likely that our homegrown product will be lured to competing race tracks within the region.

Pennsylvania's Thoroughbred breeding and racing industry contributes approximately \$600 million annually to the state's economy, so it is clear that the state has a vested interest in supporting these activities.





Pennsylvania Horse Breeders Association

Keeping it all together!

PHBA is responsible for all aspects of the administration, promotion and development of the Pennsylvania Breeding Fund, and maintenance of the official registry of PA-Bred race horses and Pennsylvania stallions. A not-for-profit organization, the PHBA represents and serves the dues-paying members in every aspect of Pennsylvania's Thoroughbred breeding industry.

Breeding has its Privileges.

PA-Breds have preferred starter status in all overnight races at Philadelphia Park, Penn National and Presque Isle, with the exception of certain races whereby specific conditions outline additional preferences, such as certain turf races and starter handicaps. In these races, PA-Bred preference is general to the sub-groups of entrants.

Lucrative stakes races restricted to PA-Breds are regularly offered throughout the year at Philadelphia Park, Penn National and Presque Isle.

Questions and Answers Regarding The Fund

Here are some frequently asked questions regarding Pennsylvania's Breeding Fund Program. For additional information, contact the Pennsylvania Horse Breeders Association.

Q How does a horse become eligible to participate in this program?

A A Thoroughbred foal born in the state of Pennsylvania and registered as such with the Jockey Club is eligible for Pennsylvania-Bred registration with the PHBA if one of the following conditions is met:

- For foals of 2006 and prior, **either the foal or its dam** must reside in Pennsylvania for at least 90 days during the year of foaling. The 90 days need not be consecutive, but must occur during the year of foaling.
- For foals of 2007, the dam of the foal resided continuously in Pennsylvania since November 1, 2006, through foaling.
- For foals of 2008 and thereafter, the dam of the foal resided continuously in Pennsylvania since October 1 of the year of conception through foaling.
- The dam of the foal was purchased at a public sale after October 1 of the year of conception and brought into Pennsylvania within 14 days of the date of purchase and remained continuously through foaling. During the year of foaling, the foal or its dam spent at least ninety (90) days in the state.
- The dam of the foal was bred to a stallion standing in Pennsylvania which was registered with the PHBA as a Pennsylvania stallion during the breeding season of the year of foaling, and said dam of the foal remained in the state for at least the next ninety (90) days after foaling.



Q What is the procedure for registering a PA-Bred?

A Contact the PHBA to request a registration form. Reference www.pabred.com for forms. Fill out the form completely and accurately, including the signature of the breeder of record. Return the form, along with the required W-9 form, copy of The Jockey Club certificate and correct fee to the PHBA. That's all there is to it! The registration will remain in effect for the rest of the horse's life.

Q How much does PA-Bred registration cost?

A PHBA members pay \$10 for applications postmarked by 12/31 of the horse's foaling year; \$30 for applications postmarked by 7/31 of the yearling year. Fees for non-PHBA members are \$50 and \$70, respectively. Registration applications beyond 7/31 of the yearling year are considered Late Application for Registration. Call the PHBA office for appropriate late registration application instructions. Please note there is a late, nonrefundable \$500 registration fee with a mandatory 30-day waiting period.

Q Does the location of the sire affect a horse's status as a registered PA-Bred?

A PA-Bred registration criteria allows the dam of the foal to be bred to a stallion standing in Pennsylvania which was registered

with PHBA as a Pennsylvania stallion during the breeding season of the year of foaling, and said dam of the foal remain in the state for at least the next ninety (90) days after foaling. PA-Breds sired by registered Pennsylvania stallions earn significantly larger bonuses for their breeders.

Q How are the breeder awards calculated?

A The breeder of a registered PA-Bred receives an award whenever that PA-Bred finishes first, second or third in any pari-mutuel race in the state. For PA-Breds sired by registered Pennsylvania stallions, the award (PA-sired breeder award) amounts to 30 percent of purse share earned. For those sired by out-of-state stallions, the award (non-PA-sired breeder award) is 20 percent.

Q What about the owner bonus program?

A The Pennsylvania-Bred owner bonus program rewards the owners of PA-Breds finishing first, second or third in designated overnight races at Philadelphia Park, Penn National and Presque Isle. Bonuses are a designated percentage of purse shares, and are considered part of a horse's official earnings. Bonuses are deposited directly into owners' accounts when purses are released. The sum of the bonus and the original purse share provides the basis for breeder and stallion awards earned.

Q When are owner awards paid?

A In pari-mutuel races in the state in which PA-Bred owner bonus is not offered—i.e., stakes races—a winning PA-Bred generates an owner award amounting to the equivalent of 10 percent of the purse share. Owner awards are paid from the Fund similarly to breeder and stallion awards.

Q Do Pennsylvania-based stallions earn awards also?

A Yes! When a registered PA-Bred, by a registered Pennsylvania stallion, finishes first, second or third in any pari-mutuel race in the state, an amount equal to 10 percent of the purse share earned (stallion award) is paid to the person who owned the stallion at the time of conception.

Q What is the definition of a "registered Pennsylvania stallion"?

A A registered Pennsylvania stallion is a Thoroughbred stallion who stands regularly in Pennsylvania and is registered as such with the PHBA.

Q How does one register a Pennsylvania stallion?

A PHBA provides applications which should be completed by the stallion's owner and returned to the PHBA along with the \$50 registration fee and required W-9.

Q Is the stallion then registered for life, or must this process be repeated annually?

A Unless major changes occur, registration takes effect at the beginning of the breeding season of the year in which the stallion was registered, and remains valid for life. Re-registration is necessary only if: [1] The stallion leaves Pennsylvania to stand in another state and subsequently returns or [2] More than 50 percent of his ownership changes.

Q If a stallion is relocated from Pennsylvania to stand elsewhere, are awards still paid?

A Yes. A stallion owner will be paid awards earned by any registered PA-Breds conceived during the stallion's effective term of registration.

Q How and when are awards paid?

A Breeder, stallion and owner awards are processed monthly by the PHBA. Recipients are notified of their pending award usually within 20 days after the end of the

month in which it was earned; payment should be received within another 45 days. PA-Bred owner bonuses are paid at the time of purse release, and are deposited directly into owners' accounts at the particular track.

Q When ownership of a PA-Bred or a Pennsylvania sire changes, who receives the awards?

A The breeder of record remains the same, no matter who subsequently owns the horse. Thus, the breeder continues to receive any applicable breeder awards. PA-Bred owner bonuses are paid to the horse's licensed owner at the time the bonus was earned. A stallion owner receives awards earned by eligible PA-Breds conceived during his tenure as owner, and continues to do so if the stallion is sold, and even if the stallion is no longer at stud in Pennsylvania.

Q Can out-of-state residents participate in the Pennsylvania breeding program?

A Yes. There are no residency requirements for owners and/or breeders.

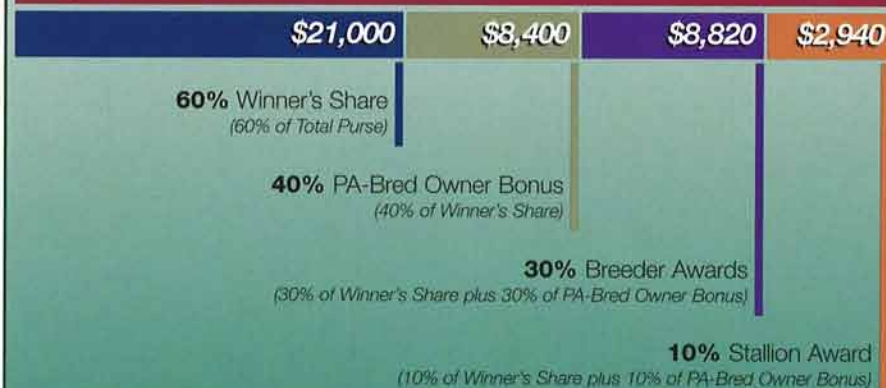


PA-Bred Earning Potential

How can a PA-bred earn \$41,160 from a \$35,000 purse?

\$35,000: TOTAL PURSE

\$41,000: TOTAL PA-BRED MONIES



PENNSYLVANIA-BRED HONOR ROLL

Alphabet Soup

Breeders Cup Classic winner.

Ambassador of Luck

Undefeated Eclipse Award-winning older mare.

Danzig

Undefeated, leading international sire, sire of seven champions.

Devil's Honor

Pennsylvania Derby winner.

Flatterer

Four-time Eclipse Award winner.

Iroquois

First American-foaled winner of the English Derby at Epsom.

Lil E. Tee

Kentucky Derby winner.

Lyphard

Three-time leading sire and twice leading broodmare sire.

Mrs. Penny

Twice a European champion, North American graded stakes winner.

Russian Rhythm

European champion, multiple Group One winner.

Selkirk

European champion miler, leading international sire.

Smarty Jones

Champion, Kentucky Derby and Preakness Stakes winner.

Storm Cat

Grade One winner, world's leading sire of the 1990s.

Tikkanen

European champion, Breeders Cup Turf winner.

*Smarty Jones,
a PA-Bred dream
come true.*



Photo © Jim McCue

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