Fiscal impact reports (FIRs) are prepared by the Legislative Finance Committee (LFC) for standing finance committees of the NM Legislature. The LFC does not assume responsibility for the accuracy of these reports if they are used for other purposes.

Current and previously issued FIRs are available on the NM Legislative Website (www.nmlegis.gov) and may also be obtained from the LFC in Suite 101 of the State Capitol Building North.

FISCAL IMPACT REPORT

| SPONSOR | HBIC | ORIGINAL DATE LAST UPDATED | | 3 CS/229/aHJC |
|------------|-----------------------|-------------------------------|---------|---------------|
| SHORT TITI | LE Horse Racing Licer | nses, Health and Testing | g S | 3 |
| | | | ANALYS' | Γ Romero |

ESTIMATED ADDITIONAL OPERATING BUDGET IMPACT (dollars in thousands)

| | FY17 | FY18 | FY19 | 3 Year Total Cost | Recurring or Nonrecurring | Fund Affected |
|-------|-----------|-----------|-----------|----------------------|---------------------------|------------------|
| Total | (\$100.0) | (\$100.0) | (\$100.0) | (\$300.0) | Recurring | SRC Operating |

(Parenthesis () Indicate Expenditure Decreases)

Duplicate: CS/SB184

SOURCES OF INFORMATION

LFC Files

Responses Received From
State Racing Commission (SRC)
Department of Health (DOH)

SUMMARY

Synopsis of House Judiciary Committee Amendment

This amendment strikes "performance-altering substance" and replaces it with prohibited substances. This change makes the bill consistent with current law.

Synopsis of House Business and Industry Committee Substitute for House Bill 229

HBIC Substitute for House Bill 229 amends the Horse Racing Act to clarify exceptions to conduct that requires denial or revocation of an occupational license, as well as defining the time period for denial of license. It mandates that the Racing Commission hire or contract an equine health and testing advisor, removing sections requiring an "official chemist" be named by the commission. It also changes the requirement that split samples be stored at the Scientific Laboratory Division at the Department of Health for three months and instead allows for storage at a site maintained by the commission for a time determined using industry guidelines.

This bill also authorizes the commission to revoke occupational licenses for a period not to exceed five years if the licensee attempted to use or conspired with others to use an electrical or mechanical device, implement or instrument for the purpose of affecting the speed or stamina of

CS/House Bill 229/aHJC – Page 2

a racehorse.

FISCAL IMPLICATIONS

HBIC Substitute for House Bill 229 expands the usability of the horserace testing fund for other operational expenses in regulating horse racing. It allows the racing commission to handle urine and blood samples in accordance with industry standards, saving about \$100 thousand currently used to store samples with the Scientific Laboratory Division of the Department of Health.

IR/sb