

## **ARCI-004-105 Calculation Of Payouts And Distribution Of Pools**

### **Part I**

#### **A. General**

- (1) All permitted pari-mutuel wagering pools shall be separately and independently calculated and distributed. Takeout shall be deducted from each gross pool as stipulated by law. The remainder of the monies in the pool shall constitute the net pool for distribution as payout on winning wagers.
- (2) Either the standard or net price calculation procedure may be used to calculate single commission pools, while the net price calculation procedure must be used to calculate multi-commission pools.

##### **(a) Standard Price Calculation Procedure**

###### **SINGLE PRICE POOL (WIN POOL)**

Gross Pool	=	Sum of Wagers on all Betting Interests - Refunds
Takeout	=	Gross Pool x Percent Takeout
Net Pool	=	Gross Pool - Takeout
Profit	=	Net Pool - Gross Amount Bet on Winner
Profit Per Dollar	=	Profit / Gross Amount Bet on Winner
\$1 Unbroken Price	=	Profit Per Dollar + \$1

\$1 Broken Price = \$1 Unbroken Price Rounded Down to the Break Point

Total Payout	=	\$1 Broken Price x Gross Amount Bet on Winner
Total Breakage	=	Net Pool - Total Payout

###### **PROFIT SPLIT (PLACE POOL)**

Profit is net pool less gross amount bet on all place finishers. Finishers split profit 1/2 and 1/2 (place profit), then divide by gross amount bet on each place finisher for two unique prices.

###### **PROFIT SPLIT (SHOW POOL)**

Profit is net pool less gross amount bet on all show finishers. Finishers split profit 1/3 and 1/3 and 1/3 (show profit), then divide by gross amount bet on each show finisher for three unique prices.

Page 56

The Association of Racing Commissioners International

Model Rules of Racing

Version ~~5.8~~ 5.9 ~~Rules~~

Approved by ARCI Board of Directors ~~July 31~~ December 12, 2014

(b) Net Price Calculation Procedure

SINGLE PRICE POOL (WIN POOL)

Gross Pool	=	Sum of Wagers on all Betting Interests - Refunds
Takeout	=	Gross Pool x Percent Takeout for Each Source:
Net Pool	=	Gross Pool - Takeout
Net Bet on Winner	=	Gross Amount Bet on Winner x (1 - Percent Takeout)
Total Net Pool	=	Sum of All Sources Net pools
Total Net Bet on Winner	=	Sum of All Sources Net Bet on Winner
Total Profit	=	Total Net Pool - Total Net Bet on Winner
Profit Per Dollar	=	Total Profit / Total Net Bet on Winner
\$1 Unbroken Base Price	=	Profit Per Dollar + \$1 for each source:
\$1 unbroken price	=	\$1 Unbroken Base Price x (1 - Percent Takeout)
\$1 Broken Price	=	\$1 Unbroken Price Rounded Down to the Break Point
Total Payout	=	\$1 Broken Price x Gross Amount Bet on Winner
Total Breakage	=	Net Pool - Total Payout

PROFIT SPLIT(PLACE POOL)

Total profit is the total net pool less the total net amount bet on all place finishers. Finishers split total profit 1/2 and 1/2 (place profit), then divide by total net amount bet on each place finisher for two unique unbroken base prices.

PROFIT SPLIT (SHOW POOL)

Total profit is the total net pool less the total net amount bet on all show finishers. Finishers split total profit 1/3 and 1/3 and 1/3 (show profit), then divide by total net amount bet on each show finisher for three unique unbroken base prices.

- (3) If a profit split results in only one covered winning betting interest or combinations it shall be calculated the same as a single price pool.
- (4) Minimum payout and the method used for calculating breakage shall be established by the Commission.

- (5) The individual pools outlined in these rules may be given alternative names by each association, provided prior approval is obtained from the Commission.

**B. Win Pools**

- (1) The amount wagered on the betting interest which finishes first is deducted from the net pool, the balance remaining being the profit; the profit is divided by the amount wagered on the betting interest finishing first, such quotient being the profit per dollar wagered to Win on that betting interest.
- (2) The net Win pool shall be distributed as a single price pool to winning wagers in the following precedence, based upon the official order of finish:
- (a) To those whose selection finished first; but if there are no such wagers, then
  - (b) To those whose selection finished second; but if there are no such wagers then
  - (c) To those whose selection finished third; but if there are no such wagers, then
  - (d) The entire pool shall be refunded on Win wagers for that contest.
- (3) If there is a dead heat for first involving:
- (a) contestants representing the same betting interest, the Win pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Win pool shall be distributed as a profit split.

Table 1: WIN POOL  
(Standard Price Calculation)

Sum of Wagers on All Betting Interests	=	\$	194,230.00
Refunds	=	\$	1,317.00
Gross Pool:			
Sum of Wagers on All Betting Interests - Refund	=	\$	192,913.00
Percent Takeout	=		18%
Takeout:			
Gross Pool x Percent Takeout	=	\$	34,724.34
Net Pool:			
Gross Pool - Takeout	=	\$	158,188.66
Gross Amount Bet on Winner	=	\$	23,872.00

Profit:  
Net Pool - Gross Amount Bet on Winner = \$ 134,316.66

Profit Per Dollar:  
Profit / Gross Amount Bet on Winner = \$ 5.6265

\$1 Unbroken Price:  
Profit Per Dollar + \$1 = \$ 6.6265357

### C. Place Pools

- (1) The amounts wagered to Place on the first two betting interests to finish are deducted from the net pool, the balance remaining being the profit; the profit is divided into two equal portions, one being assigned to each winning betting interest and divided by the amount wagered to Place on that betting interest, the resulting quotient is the profit per dollar wagered to Place on that betting interest.
- (2) The net Place pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) If contestants of a coupled entry or mutuel field finished in the first two places, as a single price pool to those who selected the coupled entry or mutuel field; otherwise
  - (b) As a profit split to those whose selection is included within the first two finishers; but if there are no such wagers on one of those two finishers, then
  - (c) As a single price pool to those who selected the one covered betting interest included within the first two finishers; but if there are no such wagers, then
  - (d) As a single price pool to those who selected the third-place finisher; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Place wagers for that contest.
- (3) If there is a dead heat for first involving:
  - (a) contestants representing the same betting interest, the Place pool shall be distributed as a single price pool.
  - (b) contestants representing two or more betting interests, the Place pool shall be distributed as a profit split.
- (4) If there is a dead heat for second involving:
  - (a) contestants representing the same betting interest, the Place pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Place pool is divided with one-half (1/2) of the profit distributed to Place wagers on the betting

interest finishing first and the remainder is distributed equally amongst Place wagers on those betting interests involved in the dead heat for second.

Table 2: PLACE POOL  
(Standard Price Calculation)

Sum of Wagers on All Betting Interests =		\$	
194,230.			
Refunds =		\$	
1,317.00			
Gross Pool:			
Sum of Wagers on All Betting Interests - Refunds =		\$	
192,913.00			
Percent Takeout =			18%
Takeout:			
Gross Pool x Percent Takeout =		\$	34,724.34
Net Pool:			
Gross Pool - Takeout =		\$	
158,188.66			
Gross Amount Bet on 1st place finisher =		\$	
23,872.00			
Gross amount Bet on 2nd place finisher =		\$	
12,500.00			
Profit:			
Net Pool - Gross Amount Bet on 1st place finisher			
- Gross Amount Bet on 2nd place finisher =		\$	
121,816.66			
Place Profit:			
Profit / 2 =		\$	60,908.33
Profit Per Dollar for 1st place:			

Place Profit / Gross Amount Bet on 1st place finisher = \$  
2.5514548

\$1 Unbroken Price for 1st place:  
Profit Per Dollar for 1st place + \$1 = \$  
3.5514548

Profit Per Dollar for 2nd place:  
Place Profit / Gross Amount Bet on 2nd place finisher = \$  
4.8726664

\$1 Unbroken Price for 2nd place:  
Profit Per Dollar for 2nd place + \$1 = \$  
5.8726664

D. Show Pools

- (1) The amounts wagered to Show on the first three betting interests to finish are deducted from the net pool, the balance remaining being the profit; the profit is divided into three equal portions, one being assigned to each winning betting interest and divided by the amount wagered to Show on that betting interest, the resulting quotient being the profit per dollar wagered to Show on that betting interest. The net Show pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) If contestants of a coupled entry or mutuel field finished in the first three places, as a single price pool to those who selected the coupled entry or mutuel field; otherwise
  - (b) If contestants of a coupled entry or mutuel field finished as two of the first three finishers, the profit is divided with two-thirds (2/3) distributed to those who selected the coupled entry or mutuel field and one-third (1/3) distributed to those who selected the other betting interest included within the first three finishers; otherwise
  - (c) As a profit split to those whose selection is included within the first three finishers; but if there are no such wagers on one of those three finishers, then
  - (d) As a profit split to those who selected one of the two covered betting interests included within the first three finishers; but if there are no such wagers on two of those three finishers, then
  - (e) As a single price pool to those who selected the one covered betting interest included within the first three finishers; but if there are no such wagers, then

- (f) As a single price pool to those who selected the fourth-place finisher; but if there are no such wagers, then
  - (g) The entire pool shall be refunded on Show wagers for that contest.
- (2) If there is a dead heat for first involving:
- (a) two contestants representing the same betting interest, the profit is divided with two-thirds (2/3) distributed to those who selected the first-place finishers and one-third (1/3) distributed to those who selected the betting interest finishing third.
  - (b) three contestants representing a single betting interest, the Show pool shall be distributed as a single price pool.
  - (c) contestants representing two or more betting interests, the Show pool shall be distributed as a profit split.
- (3) If there is a dead heat for second involving:
- (a) contestants representing the same betting interest, the profit is divided with one-third (1/3) distributed to those who selected the betting interest finishing first and two-thirds (2/3) distributed to those who selected the second-place finishers.
  - (b) contestants representing two betting interests, the Show pool shall be distributed as a profit split.
  - (c) contestants representing three betting interests, the Show pool is divided with one-third (1/3) of the profit distributed to Show wagers on the betting interest finishing first and the remainder is distributed equally amongst Show wagers on those betting interests involved in the dead heat for second.
- (4) If there is a dead heat for third involving:
- (a) contestants representing the same betting interest, the Show pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Show pool is divided with two-thirds (2/3) of the profit distributed to Show wagers on the betting interests finishing first and second and the remainder is distributed equally amongst Show wagers on those betting interests involved in the dead heat for third.

Table 3: SHOW POOL  
(Standard Price Calculation)

Sum of Wagers on All Betting Interests = \$  
194,230.00

Refunds	=	\$	1,317.00
Gross Pool:			
Sum of Wagers on All Betting Interests - Refunds	=	\$	
192,913.00			
Percent Takeout	=		18%
Takeout:			
Gross Pool x Percent Takeout	=	\$	34,724.34
Net Pool:			
Gross Pool - Takeout	=	\$	
158,188.66			
Gross Amount Bet on 1st place finisher	=	\$	
23,872.00			
Gross Amount Bet on 2nd place finisher	=	\$	
12,500.00			
Gross Amount Bet on 3rd place finisher	=	\$	
4,408.00			
Profit:			
Net Pool - Gross Amount Bet on 1st place finisher			
- Gross Amount Bet on 2nd place finisher			
- Gross Amount Bet on 3rd place finisher	=	\$	
117,408.66			
Show Profit:			
Profit / 3	=	\$	39,136.22
Profit Per Dollar for 1st place:			
Show Profit / Gross Amount Bet on 1st place finisher	=	\$	1.6394194
\$1 Unbroken Price for 1st place:			
Profit Per Dollar for 1st place + \$1	=	\$	
2.6394194			

Profit Per Dollar for 2nd place: Show Profit / Gross Amount Bet on 2nd place finisher 3.1308976	=	\$
\$1 Unbroken Price for 2nd place: Profit Per Dollar for 2nd place + \$1 4.1308976	=	\$
Profit Per Dollar for 3rd place: Show Profit / Gross Amount Bet on 3rd place finisher =	\$	8.8784528
\$1 Unbroken Price for 3rd place Profit Per Dollar for 3rd place + \$1 9.8784528	=	\$

Table 4: SHOW POOL  
Single Takeout Rate & Single Betting Source  
(Net Price Calculation)

Sum of Wagers on All Betting Interests 194,230.00	=	\$
Refunds	=	\$ 1,317.00
Gross Pool: Sum of Wagers on All Betting Interests - Refunds 192,913.00	=	\$
Percent Takeout	=	18%
Takeout: Gross Pool x Percent Takeout	=	\$ 34,724.34
Total Net Pool: Gross Pool - Takeout 158,188.66	=	\$
Gross Amount Bet on 1st place finisher 23,872.00	=	\$
Net Amount Bet on 1st place finisher	=	\$ 19,575.04
Gross Amount Bet on 2nd place finisher 12,500.00	=	\$
Net Amount Bet on 2nd place finisher	=	\$ 10,250.00

Gross Amount Bet on 3rd place finisher 4,408.00	=	\$	
Net Amount Bet on 3rd place finisher	=	\$	3,614.56
Total Net Bet on Winners:			
Net Amount Bet on 1st place finisher + Net Amount Bet on 2nd place finisher + Net Amount Bet on 3rd place finisher	=	\$	33,439.60
Total Profit:			
Total Net Pool - Total Net Bet on Winners 124,749.06	=	\$	
Show Profit:			
Total Profit / 3	=	\$	41,583.02
Profit Per Dollar for 1st place:			
Show Profit / Net Amount Bet on 1st place finisher 2.1242879	=	\$	
\$1 Unbroken Base Price for 1st place:			
Profit Per Dollar for 1st place + \$1 3.1242879	=	\$	
\$1 Unbroken Price for 1st place:			
\$1 Unbroken Base Price for 1st place x (1 - percent takeout) 2.5619161	=	\$	
Profit Per Dollar for 2nd place:			
Show Profit / Net Amount Bet on 2nd place finisher	=	\$	4.0568800
\$1 Unbroken Base Price for 2nd place:			
Profit Per Dollar for 2nd place + \$1 5.0568800	=	\$	
\$1 Unbroken Price for 2nd place:			
\$1 Unbroken Base Price for 2nd place x (1 - percent takeout) 4.1466416	=	\$	
Profit Per Dollar for 3rd place:			
Show Profit / Net Amount Bet on 3rd place finisher 11.504310	=	\$	
\$1 Unbroken Base Price for 3rd place:			
Profit Per Dollar for 3rd place + \$1 12.504310	=	\$	

\$1 Unbroken Price for 3rd place:  
 \$1 Unbroken Base Price for 3rd  
 place x (1 - percent takeout) = \$  
 10.253534

E. Double Pools

- (1) The Double requires selection of the first-place finisher in each of two specified contests.
- (2) The net Double pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) As a single price pool to those whose selection finished first in each of the two contests; but if there are no such wagers, then
  - (b) As a profit split to those who selected the first-place finisher in either of the two contests; but if there are no such wagers, then
  - (c) As a single price pool to those who selected the one covered first-place finisher in either contest; but if there are no such wagers, then
  - (d) As a single price pool to those whose selection finished second in each of the two contests; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Double wagers for those contests.
- (3) If there is a dead heat for first in either of the two contests involving:
  - (a) contestants representing the same betting interest, the Double pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Double pool shall be distributed as a profit split if there is more than one covered winning combination.
- (4) Should a betting interest in the first-half of the Double be scratched prior to the first Double contest being declared official, all money wagered on combinations including the scratched betting interest shall be deducted from the Double pool and refunded.
- (5) Should a betting interest in the second-half of the Double be scratched prior to the close of wagering on the first Double contest, all money wagered on combinations including the scratched betting interest shall be deducted from the Double pool and refunded.
- (6) Should a betting interest in the second-half of the Double be scratched after the close of wagering on the first Double contest, all wagers combining the winner of the first contest with the scratched betting interest in the second contest shall be allocated a consolation payout. In calculating the consolation payout the net Double pool shall be divided by the total amount wagered on the winner of the first contest

and an unbroken consolation price obtained. The broken consolation price is multiplied by the dollar value of wagers on the winner of the first contest combined with the scratched betting interest to obtain the consolation payout. Breakage is not declared in this calculation. The consolation payout is deducted from the net Double pool before calculation and distribution of the winning Double payout. Dead heats including separate betting interests in the first contest shall result in a consolation payout calculated as a profit split.

- (7) If either of the Double contests are cancelled prior to the first Double contest, or the first Double contest is declared "no contest", the entire Double pool shall be refunded on Double wagers for those contests.
- (8) If the second Double contest is cancelled or declared "no contest" after the conclusion of the first Double contest, the net Double pool shall be distributed as a single price pool to wagers selecting the winner of the first Double contest. In the event of a dead heat involving separate betting interests, the net Double pool shall be distributed as a profit split.

Table 5: DOUBLE POOL  
(Standard Price Calculation)

Sum of Wagers on All Betting Interests	=	\$	
194,230.00			
Refunds	=	\$	1,317.00
Gross Pool:			
Sum of Wagers on All Betting Interests - Refunds	=	\$	
192,913.00			
Percent Takeout	=		18%
Takeout:			
Gross Pool x Percent Takeout	=	\$	34,724.34
Net Pool:			
Gross Pool - Takeout	=	\$	
158,188.66			
Gross Amount Bet on Winning Combination	=	\$	23,872.00
Profit:			
Net Pool - Gross Amount Bet on Winning Combination	=	\$	134,316.66

Profit Per Dollar:  
 Profit / Gross Amount Bet on Winning Combination = \$ 5.6265357

\$1 Unbroken Price:  
 Profit Per Dollar + \$1 = \$  
 6.6265357

Table 6: DOUBLE POOL  
 CONSOLATION PRICING

Sum of Wagers on All Betting Interests = \$  
 194,230.00  
 Refunds = \$ 1,317.00

Gross Pool:  
 Sum of Wagers on All Betting Interests - Refunds = \$  
 192,913.00  
 Percent Takeout = 18%

Takeout:  
 Gross Pool x Percent Takeout = \$ 34,724.34

Net Pool:  
 Gross Pool - Takeout = \$  
 158,188.66

Consolation Pool:  
 Sum Total Amount Bet on winner of the first  
 contest with all second contest betting interests = \$  
 43,321.00

\$1 Consolation Unbroken Consolation Price:  
 Net Pool / Consolation Pool = \$  
 3.6515468  
 \$1 Consolation Broken Price = \$  
 3.65

Amount Bet on winner of the first contest

with scratched betting interests:	=	\$	1,234.00
Consolation Liability:			
\$1 Consolation Broken Price x (Amount Bet on the winner of the first contest with scratched betting interests)	=	\$	
4,504.10			
Adjusted Net Pool:			
Net Pool - Consolation Liability	=	\$	
153,684.56			
Gross Amount Bet on the Winning Combination	=	\$	
23,872.00			
Profit:			
Adjusted Net Pool - Gross Amount Bet on the Winning Combination	=	\$	
129,812.56			
Profit Per Dollar:			
Profit / Gross Amount Bet on the Winning Combination	=	\$	
5.4378586			
\$1 Unbroken Price: Profit Per Dollar + \$1	=	\$	
6.4378586			

#### F. Win Three Pools

- (1) The Win Three requires selection of the first-place finisher in each of three specified contests.
- (2) The net Win Three pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) As a single price pool to those whose selection finished first in each of the three contests; but if there are no such wagers, then
  - (b) As a single price pool to those who selected the first-place finisher in any two of the three contests; but if there are no such wagers, then
  - (c) As a single price pool to those who selected the first-place finisher in any one of the three contests; but if there are no such wagers, then

- (d) The entire pool shall be refunded on Win Three wagers for those contests.
- (3) If there is a dead heat for first in any of the three contests involving:
  - (a) contestants representing the same betting interest, the Win Three pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Win Three pool shall be distributed as follows.
    - (A) as a profit split to those whose selections finished first in each of the three contests; but if there are no such wagers, then
    - (B) as a single price pool to those who selected the first place finisher in any two of the three contests; but if there are no such wagers, then
    - (C) as a single price pool to those who selected the first place finisher in any one of the three contests; but if there are no such wagers, then
    - (D) the entire Win Three pool shall be refunded.
- (4) Should a betting interest be scratched from a leg of the Win Three all bets with the scratched betting interest will be handled as follows:
  - (a) If the scratch (which herein after includes being declared a non-starter or a non-betting starter) was made prior to the start of the first leg, all bets containing such scratched betting interest shall be refunded to determine the gross pool and removed from further consideration in the pool;
  - (b) If the scratch was made in the second leg after the start of the first leg, a consolation payoff shall be computed for those bets combining the winners of the first and third legs with the scratched betting interest as follows: from the gross pool shall be deducted the statutory take-out and then the amount represented by the bets on combinations involving betting interests scratched from the third leg (reduced by the take-out thereon). The resulting remainder shall be divided by the amounts bet on the combination of such first and third leg winners with all betting interests (less breaks) to determine the consolation price per dollar payable to those bets combining winners of the first and third legs with the betting interest scratched in the second leg. The break shall not be deducted from the pool.
  - (c) If a betting interest is scratched in the third leg after the start of the first leg, a consolation payoff shall be computed as for those bets combining the winners of the first and second legs with such scratched betting interest as follows: from the gross pool shall be deducted the statutory take-out and then the amount represented by bets on combinations involving betting interests scratched from the second leg (reduced by the rate of the take-out thereon). The resulting remainder shall be divided by the amount bet on the combination of such first and second leg winners with all betting interests in the third leg

(less breaks) to determine the consolation price per dollar payable to those bets combining winners of the first and second legs with an betting interest scratched in the third leg. The breaks shall not be deducted from the pool.

- (d) If betting interests are scratched in both the second and third legs after the start of the first leg, a consolation payoff shall be computed for those bets combining the winner of the first leg with the betting interests scratched in both the second and third legs as follows: from the gross pool shall be deducted the takeout and the remainder shall be divided by the amount bet on the winner of the first leg combined with all other betting interests (less breaks) to determine the consolation price per dollar payable to those tickets combining the winner of the first leg with the scratch betting interests from both the second and third legs.
- (5) If all three Win Three contests are cancelled or declared "no contest", the entire pool shall be refunded on Win Three wagers for those contests.
- (6) If one or two of the Win Three contests are cancelled or declared "no contest", the Win Three pool will remain valid and shall be distributed in accordance with subsection 2 of this rule.
- (7) In the Win Three pool is distributed according to subparagraphs (3)(b)(B) or (C) a public announcement shall be made as to the possible winning three combinations.

#### G. Pick (n) Pools

- (1) The Pick (n) requires selection of the first-place finisher in each of a designated number of contests. The association must obtain written approval from the Commission concerning the scheduling of Pick (n) contests, the designation of one of the methods prescribed in Part (2), and the amount of any cap to be set on the carryover. Any changes to the approved Pick (n) format require prior approval from the Commission.
- (2) The Pick (n) pool shall be apportioned under one of the following methods:
  - (a) Method 1, Pick (n) with Carryover: The net Pick (n) pool and carryover, if any, shall be distributed as a single price pool to those who selected the first-place finisher in each of the Pick (n) contests, based upon the official order of finish. If there are no such wagers, then a designated percentage of the net pool shall be distributed as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests; and the remainder shall be added to the carryover.
  - (b) Method 2, Pick (n) with 100% Carryover: The net Pick (n) pool and carryover, if any, shall be distributed as a single price pool to those who selected the first-place finisher in each of the Pick (n) contests, based upon the official order of

finish. If there are no such wagers, then 100% of that day's net pool shall be added to the carryover.

- (c) Method 3, Pick (n) with Minor Pool and Carryover: The major share of the net Pick (n) pool and the carryover, if any, shall be distributed to those who selected the first-place finisher in each of the Pick (n) contests, based upon the official order of finish. The minor share of the net Pick (n) pool shall be distributed to those who selected the first-place finisher in the second greatest number of Pick (n) contests, based upon the official order of finish. If there are no wagers selecting the first-place finisher of all Pick (n) contests, the minor share of the net Pick (n) pool shall be distributed as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests; and the major share shall be added to the carryover.
- (d) Method 4, Pick (n) with No Minor Pool and No Carryover: The net Pick (n) pool shall be distributed as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests, based upon the official order of finish. If there are no winning wagers, the pool is refunded.
- (e) Method 5, Pick (n) with Minor Pool and No Carryover: The major share of the net Pick (n) pool shall be distributed to those who selected the first place finisher in the greatest number of Pick (n) contests, based upon the official order of finish. The minor share of the net Pick (n) pool shall be distributed to those who selected the first-place finisher in the second greatest number of Pick (n) contests, based upon the official order of finish. If there are no wagers selecting the first-place finisher in a second greatest number of Pick (n) contests, the minor share of the net Pick (n) pool shall be combined with the major share for distribution as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests. If the greatest number of first-place finishers selected is one (1), the major and minor shares are combined for distribution as a single price pool. If there are no winning wagers, the pool is refunded.
- (f) Method 6, Pick (n) with Minor Pool and No Carryover: The major share of net Pick (n) pool shall be distributed to those who selected the first-place finisher in each of the Pick (n) contests, based upon the official order of finish. The minor share of the net Pick (n) pool shall be distributed to those who selected the first-place finisher in the second greatest number of Pick (n) contests, based upon the official order of finish. If there are no wagers selecting the first-place finisher in all Pick (n) contests, the entire net Pick (n) pool shall be distributed as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests. If there are no wagers selecting the first-place finisher in a second greatest number of Pick (n) contests, the minor share

of the net Pick (n) pool shall be combined with the major share for distribution as a single price pool to those who selected the first-place finisher in each of the Pick (n) contests. If there are no winning wagers, the pool is refunded.

- (g) Method 7, Pick (n) with “Unique Winning Ticket” Provision: The net Pick (n) pool and carryover, if any, shall be distributed to the holder of a unique winning ticket that selected the first-place finisher in each of the Pick (n) contests, based upon the official order of finish. If there is no unique ticket selecting the first-place finisher in each of the Pick (n) contests, or if there are no wagers selecting the first-place finisher of all Pick (n) contests, the minor share of the net Pick (n) pool shall be distributed as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests, and the major share shall be added to the carryover. Permit holders may suspend previously approved unique winning ticket wagering with the prior approval of the Commission. Any carryover shall be held until the suspended unique winning ticket wagering is reinstated.

A written request for permission to distribute the Pick (n) unique winning ticket carryover on a specific performance may be submitted to the Commission. The request must contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution. Should the Pick (n) unique winning ticket net pool and any applicable carryover be designated for distribution on a specified date and performance in which there is no unique winning ticket, the entire pool shall be distributed as a single price pool to those who selected the first-place finisher in the greatest number of Pick (n) contests.

Associations must clearly identify selection under Options #1 and #2 to establish complete rules and for obtaining winning ticket Pick (n) pool authorization by the Commission.

#### Unique Winning Ticket - Option #1

Unique winning ticket, as used in this subsection, shall be defined as having occurred when:

- (A) there is one and only one winning ticket that correctly selected the first-place finisher in each of the Pick (n) contests, based upon the official order of finish, to be verified by the unique serial number assigned by the tote company that issued the winning ticket; or

(B) the total amount wagered on one and only one winning combination selecting the first-place finisher in each of the Pick (n) contests, based up on the official order of finish, is equal to the minimum allowable wager.

Scratched entry or non-betting interest – Option #2

If a wagering interest in any of the unique winning ticket Pick (n) contests is “scratched”, or is designated to run for purse money only, the association may substitute the post-time favorite for the scratched entry or designated wagering interest determined by:

- (A) the rules described under subsection (4) of the Pick (n) Pool rules;
- (B) allowing patrons the option of selecting an alternate wagering interest; or
- (C) allowing patrons to use both options under paragraphs (a) and (b).

The favorite substitution or alternate wagering interests shall be substituted for the scratched entry or wagering interest designated to run for purse money only, for all proposes. If the association elects to substitute the favorite and the win pool total is identical for two or more wagering interest, the wagering interest with the lowest program number is used. The totalizator shall produce written reports showing each of the wagering combinations with substituted wagering interests that became winners as a result of the substitution, in addition to the normal winning combinations, at the end of the racing in which substitutions occur.

- (3) If there is a dead heat for first in any of the Pick (n) contests involving:
  - (a) contestants representing the same betting interest, the Pick (n) pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Pick (n) pool shall be distributed as a single price pool with each winning wager receiving an equal share of the profit.
- (4) Should a betting interest in any of the Pick (n) contests be scratched, the actual favorite, as evidenced by total amounts wagered in the Win pool at the host association for the contest at the close of wagering on that contest, shall be substituted for the scratched betting interest for all purposes, including pool calculations. In the event that the Win pool total for two or more favorites is

identical, the substitute selection shall be the betting interest with the lowest program number. The totalisator shall produce reports showing each of the wagering combinations with substituted betting interests which became winners as a result of the substitution, in addition to the normal winning combination.

- (5) The Pick (n) pool shall be cancelled and all Pick (n) wagers for the individual performance shall be refunded if:
  - (a) at least two contests included as part of a Pick 3 are cancelled or declared "no contest."
  - (b) at least three contests included as part of a Pick 4, Pick 5 or Pick 6 are cancelled or declared "no contest."
  - (c) at least four contests included as part of a Pick 7, Pick 8 or Pick 9 are cancelled or declared "no contest."
  - (d) at least five contests included as part of a Pick 10 are cancelled or declared "no contest."
- (6) If at least one contest included as part of a Pick (n) is cancelled or declared "no contest", but not more than the number specified in subsection 5 of this rule, the net pool shall be distributed as a single price pool to those whose selection finished first in the greatest number of Pick (n) contests for that performance. Such distribution shall include the portion ordinarily retained for the Pick (n) carryover but not the carryover from previous performances.
- (7) If the condition of the course warrants a change of racing surface in any of the legs of the Pick (n) races, and such change was not known to the public prior to the closing of wagering for the Pick (n) pool, the stewards shall declare the changed leg(s) a "no contest" for Pick (n) wagering purposes only. A "no contest" race is not to be considered as a contested race.
- (8) The Pick (n) carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Pick (n) carryover equals or exceeds the designated cap, the Pick (n) carryover will be frozen until it is won or distributed under other provisions of this rule. After the Pick (n) carryover is frozen, 100 percent of the net pool, part of which ordinarily would be added to the Pick (n) carryover, shall be distributed to those whose selection finished first in the greatest number of Pick (n) contests for that performance.
- (9) A written request for permission to distribute the Pick (n) carryover on a specific performance may be submitted to the Commission. The request must contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution.
- (10) Should the Pick (n) carryover be designated for distribution on a specified date and performance in which there are no wagers selecting the first-place finisher in each

of the Pick (n) contests, the entire pool shall be distributed as a single price pool to those whose selection finished first in the greatest number of Pick (n) contests. The Pick (n) carryover shall be designated for distribution on a specified date and performance only under the following circumstances:

- (a) Upon written approval from the Commission as provided in subsection 8 of this rule.
  - (b) Upon written approval from the Commission when there is a change in the carryover cap, a change from one type of Pick (n) wagering to another, or when the Pick (n) is discontinued.
  - (c) On the closing performance of the meet or split meet.
- (11) If, for any reason, the Pick (n) carryover must be held over to the corresponding Pick (n) pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Pick (n) carryover plus accrued interest shall then be added to the net Pick (n) pool of the following meet on a date and performance so designated by the Commission.
- (12) With the written approval of the Commission, the association may contribute to the Pick (n) carryover a sum of money up to the amount of any designated cap.
- (13) Providing information to any person regarding covered combinations, amounts wagered on specific combinations, number of tickets sold, or number of live tickets remaining is strictly prohibited. This shall not prohibit necessary communication between totalisator and pari-mutuel department employees for processing of pool data.
- (14) The association may suspend previously-approved Pick (n) wagering with the prior approval of the Commission. Any carryover shall be held until the suspended Pick (n) wagering is reinstated. An association may request approval of a Pick (n) wager or separate wagering pool for specific performances.

Table 7: PICK 7 POOL  
 Multiple Takeout Rates & Multiple Betting Sources  
 (Net Price Calculation)

Percent Takeout	Gross Pool	Gross Amt.	Net Bet on Win.	Net Pool	Net Amt. Bet on Win.
Source 1: 16%		\$ 190,000.00	\$ 44.00	\$ 159,600.00	\$ 36.96
Source 2: 18.5%		\$ 10,000.00	\$ 18.00	\$ 8,150.00	\$ 14.67
Source 3: 21%		\$ 525,730.00	\$ 124.00	\$ 415,326.70	\$ 97.96
TOTALS:		\$ 725,730.00	\$ 186.00	\$ 583,076.70	\$ 149.59

Total Profit:  
 Total Net Pool - Total Net Bet on the Winning Combination = \$ 582,927.11

Profit Per Dollar:  
 Total Profit / Total Net Bet on the Winning Combination = \$ 3,896.8321

\$1 Unbroken Base Price:  
 Profit Per Dollar + \$1 = \$ 3,897.8321

\$1 Unbroken Price for Source 1:  
 \$1 Unbroken Base Price x (1 - Percent Takeout) = \$ 3,274.1789

\$1 Unbroken Price for Source 2:  
 \$1 Unbroken Base Price x (1 - Percent Takeout) = \$ 3,176.7331

\$1 Unbroken Price for Source 3:  
 \$1 Unbroken Base Price x (1 - Percent Takeout) = \$ 3,079.2873

H. Place Pick (n) Pools

- (1) The Place Pick (n) requires selection of the first or second-place finisher in each of a designated number of contests. The association must obtain written approval from the Commission concerning the scheduling of Place Pick (n) contests, the designation of one of the methods prescribed in Part (2), the distinctive name

identifying the pool and the amount of any cap to be set on the carryover. Any changes to the approved Place Pick (n) format require prior approval from the Commission.

- (2) The Place Pick (n) pool shall be apportioned under one of the following methods:
- (a) Method 1, Place Pick (n) with Carryover: The net Place Pick (n) pool and carryover, if any, shall be distributed as a single price pool to those who selected the first or second-place finisher in each of the Place Pick (n) contests, based upon the official order of finish. If there are no such wagers, then a designated percentage of the net pool shall be distributed as a single price pool to those who selected the first or second-place finisher in the greatest number of Place Pick (n) contests; and the remainder shall be added to the carryover.
  - (b) Method 2, Place Pick (n) with Minor Pool and Carryover: The major share of the net Place Pick (n) pool and the carryover, if any, shall be distributed to those who selected the first or second-place finisher in each of the Place Pick (n) contests, based upon the official order of finish. The minor share of the net Place Pick (n) pool shall be distributed to those who selected the first or second-place finisher in the second greatest number of Place Pick (n) contests, based upon the official order of finish. If there are no wagers selecting the first or second-place finisher of all Place Pick (n) contests, the minor share of the net Place Pick (n) pool shall be distributed as a single price pool to those who selected the first or second-place finisher in the greatest number of Place Pick (n) contests; and the major share shall be added to the carryover.
  - (c) Method 3, Place Pick (n) with No Minor Pool and No Carryover: The net Place Pick (n) pool shall be distributed as a single price pool to those who selected the first or second-place finisher in the greatest number of Place Pick (n) contests, based upon the official order of finish. If there are no winning wagers, the pool is refunded.
  - (d) Method 4, Place Pick (n) with Minor Pool and No Carryover: The major share of the net Place Pick (n) pool shall be distributed to those who selected the first or second-place finisher in the greatest number of Place Pick (n) contests, based upon the official order of finish. The minor share of the net Place Pick (n) pool shall be distributed to those who selected the first or second-place finisher in the second greatest number of Place Pick (n) contests, based upon the official order of finish. If there are no wagers selecting the first or second-place finisher in a second greatest number of Place Pick (n) contests, the minor share of the net Place Pick (n) pool shall be combined with the major share for distribution as a single price pool to those who selected the first or second-place finisher in the greatest number of Place Pick (n) contests. If the greatest number of first or second-place finishers selected is one (1), the major and

minor shares are combined for distribution as a single price pool. If there are no winning wagers, the pool is refunded.

- (e) Method 5, Place Pick (n) with Minor Pool and No Carryover: The major share of net Place Pick (n) pool shall be distributed to those who selected the first or second-place finisher in each of the Place Pick (n) contests, based upon the official order of finish. The minor share of the net Place Pick (n) pool shall be distributed to those who selected the first or second-place finisher in the second greatest number of Place Pick (n) contests, based upon the official order of finish. If there are no wagers selecting the first or second-place finisher in all Place Pick (n) contests, the entire net Place Pick (n) pool shall be distributed as a single price pool to those who selected the first or second-place finisher in the greatest number of Place Pick (n) contests. If there are no wagers selecting the first or second-place finisher in a second greatest number of Place Pick (n) contests, the minor share of the net Place Pick (n) pool shall be combined with the major share for distribution as a single price pool to those who selected the first or second-place finisher in each of the Place Pick (n) contests. If there are no winning wagers, the pool is refunded.
- (3) If there is a dead heat for first in any of the Place Pick (n) contests involving:
  - (a) contestants representing the same betting interest, the Place Pick (n) pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Place Pick (n) pool shall be distributed as a single price pool with a winning wager including each betting interest participating in the dead heat.
- (4) If there is a dead heat for second in any of the Place Pick (n) contests involving:
  - (a) contestants representing the same betting interest, the Place Pick (n) pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Place Pick (n) pool shall be distributed as a single price pool with a winning wager including the betting interest which finished first or any betting interest involved in the dead heat for second.
- (5) Should a betting interest in any of the Place Pick (n) contests be scratched, the actual favorite, as evidenced by total amounts wagered in the Win pool at the host association for the contest at the close of wagering on that contest, shall be substituted for the scratched betting interest for all purposes, including pool calculations. In the event that the Win pool total for two or more favorites is identical, the substitute selection shall be the betting interest with the lowest program number. The totalisator shall produce reports showing each of the

wagering combinations with substituted betting interests which became winners as a result of the substitution, in addition to the normal winning combination.

- (6) The Place Pick (n) pool shall be cancelled and all Place Pick (n) wagers for the individual performance shall be refunded if:
  - (a) at least two contests included as part of a Place Pick 3 are cancelled or declared "no contest."
  - (b) at least three contests included as part of a Place Pick 4, Place Pick 5 or Place Pick 6 are cancelled or declared "no contest."
  - (c) at least four contests included as part of a Place Pick 7, Place Pick 8 or Place Pick 9 are cancelled or declared "no contest."
  - (d) at least five contests included as part of a Place Pick 10 are cancelled or declared "no contest."
- (7) If at least one contest included as part of a Place Pick (n) is cancelled or declared "no contest", but not more than the number specified in subsection 6 of this rule, the net pool shall be distributed as a single price pool to those whose selection finished first or second in the greatest number of Place Pick (n) contests for that performance. Such distribution shall include the portion ordinarily retained for the Place Pick (n) carryover but not the carryover from previous performances.
- (8) The Place Pick (n) carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Place Pick (n) carryover equals or exceeds the designated cap, the Place Pick (n) carryover will be frozen until it is won or distributed under other provisions of this rule. After the Place Pick (n) carryover is frozen, 100 percent of the net pool, part of which ordinarily would be added to the Place Pick (n) carryover, shall be distributed to those whose selection finished first or second in the greatest number of Place Pick (n) contests for that performance.
- (9) A written request for permission to distribute the Place Pick (n) carryover on a specific performance may be submitted to the Commission. The request must contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution.
- (10) Should the Place Pick (n) carryover be designated for distribution on a specified date and performance in which there are no wagers selecting the first or second-place finisher in each of the Place Pick (n) contests, the entire pool shall be distributed as a single price pool to those whose selection finished first or second in the greatest number of Place Pick (n) contests. The Place Pick (n) carryover shall be designated for distribution on a specified date and performance under any of the following circumstances:

- (a) Upon written approval from the Commission as provided in subsection 9 of this rule.
  - (b) Upon written approval from the Commission when there is a change in the carryover cap, a change from one type of Place Pick (n) wagering to another, or when the Place Pick (n) is discontinued.
  - (c) On the closing performance of the meet or split meet.
- (11) If, for any reason, the Place Pick (n) carryover must be held over to the corresponding Place Pick (n) pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Place Pick (n) carryover plus accrued interest shall then be added to the net Place Pick (n) pool of the following meet on a date and performance so designated by the Commission.
- (12) With the written approval of the Commission, the association may contribute to the Place Pick (n) carryover a sum of money up to the amount of any designated cap.
- (13) Providing information to any person regarding covered combinations, amounts wagered on specific combinations, number of tickets sold, or number of live tickets remaining is strictly prohibited. This shall not prohibit necessary communication between totalisator and pari-mutuel department employees for processing of pool data.
- (14) The association may suspend previously-approved Place Pick (n) wagering with the prior approval of the Commission. Any carryover shall be held until the suspended Place Pick (n) wagering is reinstated. An association may request approval of a Place Pick (n) wager or separate wagering pool for specific performances.

#### I. Quinella Pools

- (1) The Quinella requires selection of the first two finishers, irrespective of order, for a single contest.
- (2) The net Quinella pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) If contestants of a coupled entry or mutuel field finish as the first two finishers, as a single price pool to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish; otherwise
  - (b) As a single price pool to those whose combination finished as the first two betting interests; but if there are no such wagers, then
  - (c) As a profit split to those whose combination included either the first- or second-place finisher; but if there are no such wagers on one of the those two finishers, then

- (d) As a single price pool to those whose combination included the one covered betting interest included within the first two finishers; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Quinella wagers for that contest.
- (3) If there is a dead heat for first involving:
- (a) contestants representing the same betting interest, the Quinella pool shall be distributed to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish.
  - (b) contestants representing two betting interests, the Quinella pool shall be distributed as if no dead heat occurred.
  - (c) contestants representing three or more betting interests, the Quinella pool shall be distributed as a profit split.
- (4) If there is a dead heat for second involving contestants representing the same betting interest, the Quinella pool shall be distributed as if no dead heat occurred.
- (5) If there is a dead heat for second involving contestants representing two or more betting interests, the Quinella pool shall be distributed to wagers in the following precedence, based upon the official order of finish:
- (a) As a profit split to those combining the winner with any of the betting interests involved in the dead heat for second; but if there is only one covered combination, then
  - (b) As a single price pool to those combining the winner with the one covered betting interest involved in the dead heat for second; but if there are no such wagers, then
  - (c) As a profit split to those combining the betting interests involved in the dead heat for second; but if there are no such wagers, then
  - (d) As a profit split to those whose combination included the winner and any other betting interest and wagers selecting any of the betting interests involved in the dead heat for second; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Quinella wagers for that contest.

#### J. Quinella Double Pools

- (1) The Quinella Double requires selection of the first two finishers, irrespective of order, in each of two specified contests.
- (2) The net Quinella Double pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) If a coupled entry or mutuel field finishes as the first two contestants in either contest, as a single price pool to those selecting the coupled entry or mutuel

field combined with the next separate betting interest in the official order of finish for that contest, as well as the first two finishers in the alternate Quinella Double contest; otherwise

- (b) As a single price pool to those who selected the first two finishers in each of the two Quinella Double contests; but if there are no such wagers, then
  - (c) As a profit split to those who selected the first two finishers in either of the two Quinella Double contests; but if there are no such wagers on one of those contests, then
  - (d) As a single price pool to those who selected the first two finishers in the one covered Quinella Double contest; but if there were no such wagers, then
  - (e) The entire pool shall be refunded on Quinella Double wagers for those contests.
- (3) If there is a dead heat for first in either of the two Quinella Double contests involving:
- (a) contestants representing the same betting interest, the Quinella Double pool shall be distributed to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish for that contest.
  - (b) contestants representing two betting interests, the Quinella Double pool shall be distributed as if no dead heat occurred.
  - (c) contestants representing three or more betting interests, the Quinella Double pool shall be distributed as a profit split.
- (4) If there is a dead heat for second in either of the Quinella Double contests involving contestants representing the same betting interest, the Quinella Double pool shall be distributed as if no dead heat occurred.
- (5) If there is a dead heat for second in either of the Quinella Double contests involving contestants representing two or more betting interests, the Quinella Double pool shall be distributed as profit split.
- (6) Should a betting interest in the first-half of the Quinella Double be scratched prior to the first Quinella Double contest being declared official, all money wagered on combinations including the scratched betting interest shall be deducted from the Quinella Double pool and refunded.
- (7) Should a betting interest in the second-half of the Quinella Double be scratched prior to the close of wagering on the first Quinella Double contest, all money wagered on combinations including the scratched betting interest shall be deducted from the Quinella Double pool and refunded.

- (8) Should a betting interest in the second-half of the Quinella Double be scratched after the close of wagering on the first Quinella Double contest, all wagers combining the winning combination in the first contest with a combination including the scratched betting interest in the second contest shall be allocated a consolation payout. In calculating the consolation payout the net Quinella Double pool shall be divided by the total amount wagered on the winning combination in the first contest and an unbroken consolation price obtained. The unbroken consolation price is multiplied by the dollar value of wagers on the winning combination in the first contest combined with a combination including the scratched betting interest in the second contest to obtain the consolation payout. Breakage is not declared in this calculation. The consolation payout is deducted from the net Quinella Double pool before calculation and distribution of the winning Quinella Double payout. In the event of a dead heat involving separate betting interests, the net Quinella Double pool shall be distributed as a profit split.
- (9) If either of the Quinella Double contests is cancelled prior to the first Quinella Double contest, or the first Quinella Double contest is declared "no contest", the entire Quinella Double pool shall be refunded on Quinella Double wagers for those contests.
- (10) If the second Quinella Double contest is cancelled or declared "no contest" after the conclusion of the first Quinella Double contest, the net Quinella Double pool shall be distributed as a single price pool to wagers selecting the winning combination in the first Quinella Double contest. If there are no wagers selecting the winning combination in the first Quinella Double contest, the entire Quinella Double pool shall be refunded on Quinella Double wagers for those contests.

#### K. Show Quinella Pools

- (1) The Show Quinella requires selection of two (2) of the first three (3) finishers, irrespective of order, for a single contest.
- (2) The Show Quinella pool shall be apportioned under one of the following methods:
  - (a) Method 1, Single Price and Refund: The net Show Quinella pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
    - (A) As a single price pool to those whose combinations finished as the first two betting interests, the first and third betting interests and/or the second and third betting interests; but if there are no such wagers, then
    - (B) The entire pool shall be refunded on Show Quinella wagers for that contest.

- (b) Method 2, Single Price and Carryover: The net Show Quinella pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (A) As a single price pool to those whose combinations finished as the first two betting interests, the first and third betting interests and/or the second and third betting interests; but if there are no such wagers, then
  - (B) The net pool will be carried forward and added to the next Show Quinella pool.
- (c) Method 3, Profit Split and Refund: The net Show Quinella pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (A) As a profit split to those whose combinations finished as the first two betting interests, the first and third betting interests and/or the second and third betting interests; but if there are no such wagers, then
  - (B) The entire pool shall be refunded on Show Quinella wagers for that contest.
- (d) Method 4, Profit Split and Carryover: The net Show Quinella pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (A) As a profit split to those whose combinations finished as the first two betting interests, the first and third betting interests and/or the second and third betting interests; but if there are no such wagers, then
  - (B) The net pool will be carried forward and added to the next Show Quinella pool.
- (3) If there is a dead heat for first involving:
  - (a) contestants representing two or three betting interests, the Show Quinella pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing four or more betting interests, the Show Quinella pool shall be distributed between all possible winning combinations based upon the method selected in subparagraph 2.
- (4) If there is a dead heat for second involving:
  - (a) contestants representing two betting interests, the Show Quinella pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing three or more betting interests, the Show Quinella pool shall be distributed between all possible winning combinations based upon the method selected in subparagraph 2.

- (5) If there is a dead heat for third involving contestants representing two or more betting interests, the Show Quinella pool shall be distributed between all possible winning combinations, including those betting interests in the dead heat, based upon the method selected in subparagraph 2.
- (6) Should any betting interest entered in the Show Quinella pool be scratched or excused from the contest, wagers including such betting interest shall be deducted from the Show Quinella pool and money refunded.
- (7) If, for any reason, the Show Quinella carryover must be held over to the corresponding Show Quinella pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Show Quinella carryover plus accrued interest shall be added to the net Show Quinella pool of the following meet on a date and performance so designated by the Commission.

#### L. Exacta Pools

- (1) The Exacta requires selection of the first two finishers, in their exact order, for a single contest.
- (2) The net Exacta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) If contestants of a coupled entry or mutuel field finish as the first two finishers, as a single price pool to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish; otherwise
  - (b) As a single price pool to those whose combination finished in correct sequence as the first two betting interests; but if there are no such wagers, then
  - (c) As a profit split to those whose combination included either the first-place betting interest to finish first or the second-place betting interest to finish second; but if there are no such wagers on one of those two finishers, then
  - (d) As a single price pool to those whose combination included the one covered betting interest to finish first or second in the correct sequence; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Exacta wagers for that contest.
- (3) If there is a dead heat for first involving:
  - (a) contestants representing the same betting interest, the Exacta pool shall be distributed as a single price pool to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish.

- (b) contestants representing two or more betting interests, the Exacta pool shall be distributed as a profit split.
- (4) If there is a dead heat for second involving contestants representing the same betting interest, the Exacta pool shall be distributed as if no dead heat occurred.
- (5) If there is a dead heat for second involving contestants representing two or more betting interests, the Exacta pool shall be distributed to ticket holders in the following precedence, based upon the official order of finish:
  - (a) As a profit split to those combining the first-place betting interest with any of the betting interests involved in the dead heat for second; but if there is only one covered combination, then
  - (b) As a single price pool to those combining the first-place betting interest with the one covered betting interest involved in the dead heat for second; but if there are no such wagers, then
  - (c) As a profit split to those wagers correctly selecting the winner for first-place and those wagers selecting any of the dead-heated betting interests for second-place; but if there are no such wagers, then
  - (d) The entire pool shall be refunded on Exacta wagers for that contest.

#### M. Trifecta Pools

- (1) The Trifecta requires selection of the first three finishers, in their exact order, for a single contest.
- (2) The net Trifecta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
  - (a) As a single price pool to those whose combination finished in correct sequence as the first three betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then
  - (d) The entire pool shall be refunded on Trifecta wagers for that contest.
- (3) If less than three betting interests finish and the contest is declared official, payouts will be made based upon the order of finish of those betting interests completing the contest. The balance of any selection beyond the number of betting interests completing the contest shall be ignored.
- (4) If there is a dead heat for first involving:

- (a) contestants representing three or more betting interests, all of the wagering combinations selecting three betting interests which correspond with any of the betting interests involved in the dead heat shall share in a profit split.
- (b) contestants representing two betting interests, both of the wagering combinations selecting the two dead-heated betting interests, irrespective of order, along with the third-place betting interest shall share in a profit split.
- (5) If there is a dead heat for second, all of the combinations correctly selecting the winner combined with any of the betting interests involved in the dead heat for second shall share in a profit split.
- (6) If there is a dead heat for third, all wagering combinations correctly selecting the first two finishers, in correct sequence, along with any of the betting interests involved in the dead heat for third shall share in a profit split.
- (7) Coupled entries and mutuel fields shall be prohibited in Trifecta contests except in Grade I races (as determined by the North American Graded Stakes Committee) with written approval of the host Commission.

#### N. Superfecta Pools

- (1) The Superfecta requires selection of the first four finishers, in their exact order, for a single contest.
- (2) Distribution of Winnings – Option #1
  - a. The net Superfecta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish:
    - i. As a single price pool to those whose combination finished in correct sequence as the first four betting interests; but if there are no such wagers, then
    - ii. As a single price pool to those whose combination included, in correct sequence, the first three betting interests; but if there are no such wagers, then
    - iii. As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
    - iv. As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then v. The entire pool shall be refunded on Superfecta wagers for that contest.
- (3) Distribution of Winnings, Option #2
  - a. The net Superfecta pool shall be distributed to winning wagers in the following precedence, based on the official order of finish:
    - i. As a single price pool, including any applicable carryover, to those whose combination finished in correct sequence as the first four betting interests, but if there are no such wagers, then

- ii. The net pool will be divided into two separate pools. The major pool of the net pool shall be retained and added to a corresponding carryover pool into the next designated Superfecta race. The remaining minor pool shall be paid as a Superfecta consolation pool, which will be equally divided among those ticket holders who correctly select the first three betting interests, but if there are no such wagers, then
      - iii. The Superfecta consolation pool will be divided among those ticket holders who correctly select the first two interests, but if there are no such wagers, then
      - iv. The Superfecta consolation pool will be divided among those ticket holders who correctly select the first betting interest, but if there are no such wagers, then
      - v. The entire net pool shall become a carryover pool to be retained and added to the next designated Superfecta race.
    - b. On the last Superfecta race on the final day of the meeting, the net pool, including any applicable carryover, shall be distributed using the method described in subsection (2).
    - c. Where a net pool is divided into two separate pools in accordance with this subsection any odd cents remaining shall be retained and added to the part of the net pool that will be added to the corresponding carryover pool.
- (4) Distribution of Winnings – Option #3
- a. The net Superfecta pool shall be distributed to winning wagers in the following precedence, based on the official order of finish:
    - i. As a single price pool to those whose combination finished in correct sequence as the first four betting interests, but if there are no such wagers, then
    - ii. The entire net pool shall be retained and added to a corresponding carryover pool into the next designated Superfecta race.
  - b. On the last Superfecta race on the final day of the meeting, the net pool, and include any applicable carryover shall be distributed using the method described in subsection (2).
- (5) If ,for any reason, the Superfecta carryover must be held over to the corresponding Superfecta pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Superfecta carryover

plus accrued interest shall then be added to the net Superfecta pool of the following meet on a date and performance so designated by the Commission.

- (6) If fewer than four betting interests finish and the contest is declared official, payouts will be made based upon the order of finish of those betting interests completing the contest. The balance of any selection on any ticket beyond the number of betting interests completing the contest shall be ignored. If the pools are being distributed under paragraph (3)(a) or (4)(a), any previous Superfecta contest's carryover will not be included in the payoff and will be retained for the next contest's carryover, and this contest's net Superfecta pool will be distributed using the method described in subsection (2).
- (7) If there is a dead heat for first involving:
  - (a) contestants representing four or more betting interests, all of the wagering combinations selecting the four betting interests, irrespective of order, shall share in a profit split.
  - (b) contestants representing three betting interests, all of the wagering combinations selecting the three dead-heated betting interests, irrespective of order, along with the fourth-place betting interest shall share in a profit split.
  - (c) contestants representing two betting interests, both of the wagering combinations selecting the two dead-heated betting interests, irrespective of order, along with the third-place and fourth-place betting interests shall share in a profit split.
- (8) If there is a dead heat for second involving:
  - (a) contestants representing three or more betting interests, all of the wagering combinations correctly selecting the winner combined with all of the three betting interests, irrespective of order, shall share in a profit split.
  - (b) contestants representing two betting interests, all of the wagering combinations correctly selecting the winner, the two dead-heated betting interests, irrespective of order, and the fourth-place betting interest shall share in a profit split.
- (9) If there is a dead heat for third, all wagering combinations correctly selecting the first two finishers, in correct sequence, along with any two of the betting interests involved in the dead heat for third, irrespective of order, shall share in a profit split.
- (10) If there is a dead heat for fourth, all wagering combinations correctly selecting the first three finishers, in correct sequence, along with any of the betting interests involved in the dead heat for fourth shall share in a profit split.
- (11) In the event that more than one component of a coupled entry or mutuel field finishes within the first four positions, the first member of the coupled entry or mutuel field to finish shall determine the position of the single betting interest. The

net pool shall be distributed to those whose selection included the coupled entry or mutuel field and each of the other three betting interests.

O. Twin Quinella Pools

- (1) The Twin Quinella requires selection of the first two finishers, irrespective of order, in each of two designated contests. Each winning ticket for the first Twin Quinella contest must be exchanged for a free ticket on the second Twin Quinella contest in order to remain eligible for the second-half Twin Quinella pool. Such tickets may be exchanged only at attended ticket windows prior to the second Twin Quinella contest. There will be no monetary reward for winning the first Twin Quinella contest. Both of the designated Twin Quinella contests shall be included in only one Twin Quinella pool.
- (2) In the first Twin Quinella contest only, winning wagers shall be determined using the following precedence, based upon the official order of finish for the first Twin Quinella contest:
  - (a) If a coupled entry or mutuel field finishes as the first two finishers, those who selected the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish shall be winners; otherwise
  - (b) Those whose combination finished as the first two betting interests shall be winners; but if there are no such wagers, then
  - (c) Those whose combination included either the first- or second-place finisher shall be winners; but if there are no such wagers on one of those two finishers, then
  - (d) Those whose combination included the one covered betting interest included within the first two finishers shall be winners; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Twin Quinella wagers for that contest.
- (3) In the first Twin Quinella contest only, if there is a dead heat for first involving:
  - (a) contestants representing the same betting interest, those who selected the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish shall be winners.
  - (b) contestants representing two betting interests, the winning Twin Quinella wagers shall be determined as if no dead heat occurred.
  - (c) contestants representing three or more betting interests, those whose combination included any two of the betting interests finishing in the dead heat shall be winners.
- (4) In the first Twin Quinella contest only, if there is a dead heat for second involving contestants representing two or more betting interests, the Twin Quinella pool shall

be distributed to wagers in the following precedence, based upon the official order of finish:

- (a) As a profit split to those combining the winner with any of the betting interests involved in the dead heat for second; but if there is only one covered combination, then
  - (b) As a single price pool to those combining the winner with the one covered betting interest involved in the dead heat for second; but if there are no such wagers, then
  - (c) As a profit split to those combining the betting interests involved in the dead heat for second; but if there are no such wagers, then
  - (d) As a profit split to those whose combination included the winner and any other betting interest and wagers selecting any of the betting interests involved in the dead heat for second; but if there are no such wagers, then
  - (e) The entire pool shall be refunded on Twin Quinella wagers for that contest.
- (5) In the second Twin Quinella contest only, the entire net Twin Quinella pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish for the second Twin Quinella contest:
- (a) If a coupled entry or mutuel field finishes as the first two finishers, as a single price pool to those who selected the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish; otherwise
  - (b) As a single price pool to those whose combination finished as the first two betting interests; but if there are no such wagers, then
  - (c) As a profit split to those whose combination included either the first- or second-place finisher; but if there are no such wagers on one of those two finishers, then
  - (d) As a single price pool to those whose combination included the one covered betting interest included within the first two finishers; but if there are no such wagers, then
  - (e) As a single price pool to all the exchange ticket holders for that contest; but if there are no such tickets, then
  - (f) In accordance with subsection 2 of the Twin Quinella rules.
- (6) In the second Twin Quinella contest only, if there is a dead heat for first involving:
- (a) contestants representing the same betting interest, the net Twin Quinella pool shall be distributed to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish.
  - (b) contestants representing two betting interests, the net Twin Quinella pool shall be distributed as if no dead heat occurred.

- (c) contestants representing three or more betting interests, the net Twin Quinella pool shall be distributed as a profit split to those whose combination included any two of the betting interests finishing in the dead heat.
- (7) In the second Twin Quinella contest only, if there is a dead heat for second involving contestants representing two or more betting interests, the Twin Quinella pool shall be distributed to wagers in the following precedence, based upon the official order of finish:
- (a) As a profit split to those combining the winner with any of the betting interests involved in the dead heat for second; but if there is only one covered combination, then
  - (b) As a single price pool to those combining the winner with the one covered betting interest involved in the dead heat for second; but if there are no such wagers, then
  - (c) As a profit split to those combining the betting interests involved in the dead heat for second; but if there are no such wagers, then
  - (d) As a profit split to those whose combination included the winner and any other betting interest and wagers selecting any of the betting interests involved in the dead heat for second, then
  - (e) As a single price pool to all the exchange ticket holders for that contest; but if there are no such tickets, then
  - (f) In accordance with subsection 2 of the Twin Quinella rules.
- (8) If a winning ticket for the first-half of the Twin Quinella is not presented for exchange prior to the close of betting on the second-half Twin Quinella contest, the ticket holder forfeits all rights to any distribution of the Twin Quinella pool resulting from the outcome of the second contest.
- (9) Should a betting interest in the first-half of the Twin Quinella be scratched, those Twin Quinella wagers including the scratched betting interest shall be refunded.
- (10) Should a betting interest in the second-half of the Twin Quinella be scratched, an announcement concerning the scratch shall be made and a reasonable amount of time shall be provided for exchange of tickets that include the scratched betting interest. If tickets have not been exchanged prior to the close of betting for the second Twin Quinella contest, the ticket holder forfeits all rights to the Twin Quinella pool.
- (11) If either of the Twin Quinella contests is cancelled prior to the first Twin Quinella contest, or the first Twin Quinella contest is declared "no contest", the entire Twin Quinella pool shall be refunded on Twin Quinella wagers for that contest.

- (12) If the second-half Twin Quinella contest is cancelled or declared "no contest" after the conclusion of the first Twin Quinella contest, the net Twin Quinella pool shall be distributed as a single price pool to wagers selecting the winning combination in the first Twin Quinella contest and all valid exchange tickets. If there is no such wagers, the net Twin Quinella pool shall be distributed as described in subsection 2 of the Twin Quinella rules.

**P. Twin Trifecta Pools**

- (1) The Twin Trifecta requires selection of the first three finishers, in their exact order, in each of two designated contests. Each winning ticket for the first Twin Trifecta contest must be exchanged for a free ticket on the second Twin Trifecta contest in order to remain eligible for the second-half Twin Trifecta pool. Such tickets may be exchanged only at attended ticket windows prior to the second Twin Trifecta contest. Winning first-half Twin Trifecta wagers will receive both an exchange and a monetary payout. Both of the designated Twin Trifecta contests shall be included in only one Twin Trifecta pool.
- (2) After wagering closes for the first-half of the Twin Trifecta and commissions have been deducted from the pool, the net pool shall then be divided into separate pools: the first-half Twin Trifecta pool and the second-half Twin Trifecta pool.
- (3) In the first Twin Trifecta contest only, winning wagers shall be determined using the following precedence, based upon the official order of finish for the first Twin Trifecta contest:
- (a) As a single price pool to those whose combination finished in correct sequence as the first three betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then
  - (d) The entire Twin Trifecta pool shall be refunded on Twin Trifecta wagers for that contest and the second-half shall be cancelled.
- (4) If no first-half Twin Trifecta ticket selects the first three finishers of that contest in exact order, winning ticket holders shall not receive any exchange tickets for the second-half Twin Trifecta pool. In such case, the second-half Twin Trifecta pool shall be retained and added to any existing Twin Trifecta carryover pool.
- (5) Winning tickets from the first-half of the Twin Trifecta shall be exchanged for tickets selecting the first three finishers of the second-half of the Twin Trifecta. The second-half Twin Trifecta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish for the second Twin Trifecta contest:

- (a) As a single price pool, including any existing carryover monies, to those whose combination finished in correct sequence as the first three betting interests; but if there are no such tickets, then
  - (b) The entire second-half Twin Trifecta pool for that contest shall be added to any existing carryover monies and retained for the corresponding second-half Twin Trifecta pool of the next consecutive performance.
- (6) If a winning first-half Twin Trifecta ticket is not presented for cashing and exchange prior to the second-half Twin Trifecta contest, the ticket holder may still collect the monetary value associated with the first-half Twin Trifecta pool but forfeits all rights to any distribution of the second-half Twin Trifecta pool.
- (7) Coupled entries and mutuel fields shall be prohibited in Twin Trifecta contests.
- (8) Should a betting interest in the first-half of the Twin Trifecta be scratched, those Twin Trifecta wagers including the scratched betting interest shall be refunded.
- (9) Should a betting interest in the second-half of the Twin Trifecta be scratched, an announcement concerning the scratch shall be made and a reasonable amount of time shall be provided for exchange of tickets that include the scratched betting interest. If tickets have not been exchanged prior to the close of betting for the second Twin Trifecta contest, the ticket holder forfeits all rights to the second-half Twin Trifecta pool.
- (10) If, due to a late scratch, the number of betting interests in the second-half of the Twin Trifecta is reduced to fewer than the minimum, all exchange tickets and outstanding first-half winning tickets shall be entitled to the second-half Twin Trifecta pool for that contest as a single price pool, but not the Twin Trifecta carryover.
- (11) If there is a dead heat or multiple dead heats in either the first- or second-half of the Twin Trifecta, all Twin Trifecta wagers selecting the correct order of finish, counting a betting interest involved in a dead heat as finishing in any dead-heated position, shall be a winner. In the case of a dead heat occurring in:
- (a) the first-half of the Twin Trifecta, the payout shall be calculated as a profit split.
  - (b) the second-half of the Twin Trifecta, the payout shall be calculated as a single price pool.
- (12) If either of the Twin Trifecta contests are cancelled prior to the first Twin Trifecta contest, or the first Twin Trifecta contest is declared "no contest", the entire Twin Trifecta pool shall be refunded on Twin Trifecta wagers for that contest and the second-half shall be cancelled.
- (13) If the second-half Twin Trifecta contest is cancelled or declared "no contest", all exchange tickets and outstanding first-half winning Twin Trifecta tickets shall be

entitled to the net Twin Trifecta pool for that contest as a single price pool, but not Twin Trifecta carryover. If there are no such tickets, the net Twin Trifecta pool shall be distributed as described in subsection 3 of the Twin Trifecta rules.

- (14) The Twin Trifecta carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Twin Trifecta carryover equals or exceeds the designated cap, the Twin Trifecta carryover will be frozen until it is won or distributed under other provisions of this rule. After the Twin Trifecta carryover is frozen, 100 percent of the net Twin Trifecta pool for each individual contest shall be distributed to winners of the first-half of the Twin Trifecta pool.
- (15) A written request for permission to distribute the Twin Trifecta carryover on a specific performance may be submitted to the Commission. The request must contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution.
- (16) Should the Twin Trifecta carryover be designated for distribution on a specified date and performance, the following precedence will be followed in determining winning tickets for the second-half of the Twin Trifecta after completion of the first-half of the Twin Trifecta:
  - (a) As a single price pool to those whose combination finished in correct sequence as the first three betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then
  - (d) As a single price pool to holders of valid exchange tickets.
  - (e) As a single price pool to holders of outstanding first-half winning tickets.
- (17) Contrary to subsection 4 of the Twin Trifecta rules, during a performance designated to distribute the Twin Trifecta carryover, exchange tickets will be issued for those combinations selecting the greatest number of betting interests in their correct order of finish for the first-half of the Twin Trifecta. If there are no wagers correctly selecting the first-, second-, and third-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first- and second-place betting interests. If there are no wagers correctly selecting the first- and second-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first-place betting interest only. If there are no wagers selecting the first-place betting interest only in the first-half of the Twin Trifecta, all first-half tickets will become winners and will receive 100

percent of that performance's net Twin Trifecta pool and any existing Twin Trifecta carryover

- (18) The Twin Trifecta carryover shall be designated for distribution on a specified date and performance only under the following circumstances:
- (a) Upon written approval from the Commission as provided in subsection 15 of the Twin Trifecta rules.
  - (b) Upon written approval from the Commission when there is a change in the carryover cap or when the Twin Trifecta is discontinued.
  - (c) On the closing performance of the meet or split meet.
- (19) If, for any reason, the Twin Trifecta carryover must be held over to the corresponding Twin Trifecta pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Twin Trifecta carryover plus accrued interest shall then be added to the second-half Twin Trifecta pool of the following meet on a date and performance so designated by the Commission.
- (20) Providing information to any person regarding covered combinations, amounts wagered on specific combinations, number of tickets sold, or number of valid exchange tickets is prohibited. This shall not prohibit necessary communication between totalisator and pari-mutuel department employees for processing of pool data.
- (21) The association must obtain written approval from the Commission concerning the scheduling of Twin Trifecta contests, the percentages of the net pool added to the first-half pool and second-half pool, and the amount of any cap to be set on the carryover. Any changes to the approved Twin Trifecta format require prior approval from the Commission.

#### Q. Tri-Superfecta Pools

- (1) The Tri-Superfecta requires selection of the first three finishers, in their exact order, in the first of two designated contests and the first four finishers, in exact order, in the second of the two designated contests. Each winning ticket for the first Tri-Superfecta contest must be exchanged for a free ticket on the second Tri-Superfecta contest in order to remain eligible for the second-half Tri-Superfecta pool. Such tickets may be exchanged only at attended ticket windows prior to the second Tri-Superfecta contest. Winning first-half Tri-Superfecta tickets will receive both an exchange and a monetary payout. Both of the designated Tri-superfecta contests shall be included in only one Tri-Superfecta pool.
- (2) After wagering closes for the first-half of the Tri-Superfecta and commissions have been deducted from the pool, the net pool shall then be divided into two separate pools: the first-half Tri-Superfecta pool and the second-half Tri-Superfecta pool.

Page 97

The Association of Racing Commissioners International

Model Rules of Racing

Version ~~5-8~~ 5.9 Rules

Approved by ARCI Board of Directors ~~July 31~~ December 12, 2014

- (3) In the first Tri-Superfecta contest only, winning tickets shall be determined using the following precedence, based upon the official order of finish for the first Tri-Superfecta contest:
  - (a) As a single price pool to those whose combination finished in correct sequence as the first three betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then
  - (d) The entire Tri-Superfecta pool shall be refunded on Tri-Superfecta wagers for that contest and the second-half shall be cancelled.
- (4) If no first-half Tri-Superfecta ticket selects the first three finishers of that contest in exact order, winning ticket holders shall not receive any exchange tickets for the second-half Tri-Superfecta pool. In such case, the second-half Tri-Superfecta pool shall be retained and added to any existing Tri-Superfecta carryover pool.
- (5) Winning tickets from the first-half of the Tri-Superfecta shall be exchanged for tickets selecting the first four finishers of the second-half of the Tri-Superfecta. The second-half Tri-Superfecta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish for the second Tri-Superfecta contest:
  - (a) As a single price pool, including any existing carryover monies, to those whose combination finished in correct sequence as the first four betting interests; but if there are no such tickets, then
  - (b) The entire second-half Tri-Superfecta pool for that contest shall be added to any existing carryover monies and retained for the corresponding second-half Tri-Superfecta pool of the next performance.
- (6) If a winning first-half Tri-Superfecta ticket is not presented for cashing and exchange prior to the second-half Tri-Superfecta contest, the ticket holder may still collect the monetary value associated with the first-half Tri-Superfecta pool but forfeits all rights to any distribution of the second-half Tri-Superfecta pool.
- (7) Coupled entries and mutuel fields shall be prohibited in Tri-Superfecta contests.
- (8) Should a betting interest in the first-half of the Tri-Superfecta be scratched, those Tri-Superfecta tickets including the scratched betting interest shall be refunded.
- (9) Should a betting interest in the second-half of the Tri-Superfecta be scratched, an announcement concerning the scratch shall be made and a reasonable amount of time shall be provided for exchange of tickets that include the scratched betting interest. If tickets have not been exchanged prior to the close of betting for the

second Tri-Superfecta contest, the ticket holder forfeits all rights to the second-half Tri-Superfecta pool.

- (10) If, due to a late scratch, the number of betting interests in the second-half of the Tri-Superfecta is reduced to fewer than the minimum, all exchange tickets and outstanding first-half winning tickets shall be entitled to the second-half Tri-Superfecta pool for that contest as a single price pool, but not the Tri-Superfecta carryover.
- (11) If there is a dead heat or multiple dead heats in either the first- or second-half of the Tri-Superfecta, all Tri-Superfecta tickets selecting the correct order of finish, counting a betting interest involved in a dead heat as finishing in any dead-heated position, shall be a winner. In the case of a dead heat occurring in:
  - (a) the first-half of the Tri-Superfecta, the payout shall be calculated as a profit split.
  - (b) the second-half of the Tri-Superfecta, the payout shall be calculated as a single price pool.
- (12) If either of the Tri-Superfecta contests are cancelled prior to the first Tri-Superfecta contest, or the first Tri-Superfecta contest is declared "no contest", the entire Tri-Superfecta pool shall be refunded on Tri-Superfecta wagers for that contest and the second-half shall be cancelled.
- (13) If the second-half Tri-Superfecta contest is cancelled or declared "no contest", all exchange tickets and outstanding first-half winning Tri-Superfecta tickets shall be entitled to the net Tri-Superfecta pool for that contest as a single price pool, but not the Tri-Superfecta carryover. If no there are no such tickets, the net Tri-Superfecta pool shall be distributed as described in subsection 3 of the Tri-Superfecta rules.
- (14) The Tri-Superfecta carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Tri-Superfecta carryover equals or exceeds the designated cap, the Tri-Superfecta carryover will be frozen until it is won or distributed under other provisions of this rule. After the second-half Tri-Superfecta carryover is frozen, 100 percent of the net Tri-Superfecta pool for each individual contest shall be distributed to winners of the first-half of the Tri-Superfecta pool.
- (15) A written request for permission to distribute the Tri-Superfecta carryover on a specific performance may be submitted to the Commission. The request must contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution.
- (16) Should the Tri-Superfecta carryover be designated for distribution on a specified date and performance, the following precedence will be followed in determining

winning tickets for the second-half of the Tri-Superfecta after completion of the first-half of the Tri-Superfecta:

- (a) As a single price pool to those whose combination finished in correct sequence as the first four betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first three betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - (d) As a single price pool to those whose combination included, in correct sequence, the first-place betting interest only; but if there are no such wagers, then
  - (e) As a single price pool to holders of valid exchange tickets.
  - (f) As a single price pool to holders of outstanding first-half winning tickets.
- (17) Contrary to subsection 4 of the Tri-Superfecta rules, during a performance designated to distribute the Tri-Superfecta carryover, exchange tickets will be issued for those combinations selecting the greatest number of betting interests in their correct order of finish for the first-half of the Tri-Superfecta. If there are no wagers correctly selecting the first-, second-, and third-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first- and second-place betting interests. If there are no wagers correctly selecting the first- and second-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first-place betting interest only. If there are no wagers selecting the first-place betting interest only in the first-half of the Tri-Superfecta, all first-half tickets will become winners and will receive 100 percent of that performance's net Tri-Superfecta pool and any existing Tri-Superfecta carryover as a single price pool.
- (18) The Tri-Superfecta carryover shall be designated for distribution on a specified date and performance only under the following circumstances:
- (a) Upon written approval from the Commission as provided in subsection 15 of the Tri-Superfecta rules.
  - (b) Upon written approval from the Commission when there is a change in the carryover cap or when the Tri-Superfecta is discontinued.
  - (c) On the closing performance of the meet or split meet.
- (19) If, for any reason, the Tri-Superfecta carryover must be held over to the corresponding Tri-Superfecta pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Tri-Superfecta carryover plus accrued interest shall then be added to the second-half

Tri-superfecta pool of the following meet on a date and performance so designated by the Commission.

- (20) Providing information to any person regarding covered combinations, amounts wagered on specific combinations, number of tickets sold, or number of valid exchange tickets is prohibited. This shall not prohibit necessary communication between totalisator and pari-mutuel department employees for processing of pool data.
- (21) The association must obtain written approval from the Commission concerning the scheduling of Tri-Superfecta contests, the percentages of the net pool added to the first-half pool and second-half pool, and the amount of any cap to be set on the carryover. Any changes to the approved Tri-Superfecta format require prior approval from the Commission.

#### R. Twin Superfecta Pools

- (1) The Twin Superfecta requires selection of the first four finishers, in their exact order, in each of two designated contests. Each winning ticket for the first Twin Superfecta contest must be exchanged for a free ticket on the second Twin Superfecta contest in order to remain eligible for the second-half Twin Superfecta pool. Such tickets may be exchanged only at attended ticket windows prior to the second Twin Superfecta contest. Winning first-half Twin Superfecta tickets will receive both an exchange and a monetary payout. Both of the designated Twin Superfecta contests shall be included in only one Twin Superfecta pool.
- (2) After wagering closes for the first-half of the Twin Superfecta and commissions have been deducted from the pool, the net pool shall then be divided into two separate pools: the first-half Twin Superfecta pool and the second-half Twin Superfecta pool.
- (3) In the first Twin Superfecta contest only, winning wagers shall be determined using the following precedence, based upon the official order of finish for the first Twin Superfecta contest:
  - (a) As a single price pool to those whose combination finished in correct sequence as the first four betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first three betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - (d) As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then

- (e) The entire Twin Superfecta pool shall be refunded on Twin Superfecta wagers for that contest and the second-half shall be cancelled.
- (4) If no first-half Twin Superfecta ticket selects the first four finishers of that contest in exact order, winning ticket holders shall not receive any exchange tickets for the second-half Twin Superfecta pool. In such case, the second-half Twin Superfecta pool shall be retained and added to any existing Twin Superfecta carryover pool.
- (5) Winning tickets from the first-half of the Twin Superfecta shall be exchanged for tickets selecting the first four finishers of the second-half of the Twin Superfecta. The second-half Twin Superfecta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish for the second Twin Superfecta contest:
  - (a) As a single price pool, including any existing carryover monies, to those whose combination finished in correct sequence as the first four betting interests; but if there are no such tickets, then
  - (b) The entire second-half Twin Trifecta pool for that contest shall be added to any existing carryover monies and retained for the corresponding second-half Twin Superfecta pool of the next performance.
- (6) If a winning first-half Twin Superfecta ticket is not presented for cashing and exchange prior to the second-half Twin Superfecta contest, the ticket holder may still collect the monetary value associated with the first-half Twin Superfecta pool but forfeits all rights to any distribution of the second-half Twin Trifecta pool.
- (7) Coupled entries and mutuel fields shall be prohibited in Twin Superfecta contests.
- (8) Should a betting interest in the first-half of the Twin Superfecta be scratched, those Twin Superfecta tickets including the scratched betting interest shall be refunded.
- (9) Should a betting interest in the second-half of the Twin Superfecta be scratched, an announcement concerning the scratch shall be made and a reasonable amount of time shall be provided for exchange of tickets that include the scratched betting interest. If tickets have not been exchanged prior to the close of betting for the second Twin Superfecta contest, the ticket holder forfeits all rights to the second-half Twin Superfecta pool.
- (10) If, due to a late scratch, the number of betting interests in the second-half of the Twin Superfecta is reduced to fewer than the minimum, all exchange tickets and outstanding first-half winning tickets shall be entitled to the second-half Twin Superfecta pool for that contest as a single price pool, but not the Twin Superfecta carryover.
- (11) If there is a dead heat or multiple dead heats in either the first- or second-half of the Twin Superfecta, all Twin Superfecta tickets selecting the correct order of finish,

counting a betting interest involved in a dead heat as finishing in any dead-heated position, shall be a winner. In the case of a dead heat occurring in:

- (a) the first-half of the Twin Superfecta, the payout shall be calculated as a profit split.
  - (b) the second-half of the Twin Superfecta, the payout shall be calculated as a single price pool.
- (12) If either of the Twin Superfecta contests are cancelled prior to the first Twin Superfecta contest, or the first Twin Superfecta contest is declared "no contest", the entire Twin Superfecta pool shall be refunded on Twin Superfecta wagers for that contest and the second-half shall be cancelled.
- (13) If the second-half Twin Superfecta contest is cancelled or declared "no contest", all exchange tickets and outstanding first-half winning Twin Superfecta tickets shall be entitled to the net Twin Superfecta pool for that contest as a single price pool, but not the Twin Superfecta carryover. If there are no such tickets, the net Twin Superfecta pool shall be distributed as described in subsection 3 of the Twin Superfecta rules.
- (14) The Twin Superfecta carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Twin Superfecta equals or exceeds the designated cap, the Twin Superfecta carryover will be frozen until it is won or distributed under other provisions of this rule. After the second-half Twin Superfecta carryover is frozen, 100 percent of the net Twin Superfecta pool for each individual contest shall be distributed to winners of the first-half of the Twin Superfecta pool.
- (15) A written request for permission to distribute the Twin Superfecta carryover on a specific performance may be submitted to the Commission. The request must contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution.
- (16) Should the Twin Superfecta carryover be designated for distribution on a specified date and performance, the following precedence will be followed in determining winning tickets for the second-half of the Twin Superfecta after completion of the first-half of the Twin Superfecta:
- (a) As a single price pool to those whose combination finished in correct sequence as the first four betting interests; but if there are no such wagers, then
  - (b) As a single price pool to those whose combination included, in correct sequence, the first three betting interests; but if there are no such wagers, then
  - (c) As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then

- (d) As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then
  - (e) As a single price pool to holders of valid exchange tickets.
  - (f) As a single price pool to holders of outstanding first-half winning tickets.
- (17) Contrary to subsection 4 of the Twin Superfecta rules, during a performance designated to distribute the Twin Superfecta carryover, exchange tickets will be issued for those combinations selecting the greatest number of betting interests in their correct order of finish for the first-half of the Twin Superfecta. If there are no wagers correctly selecting the first-, second-, third-, and fourth-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first-, second-, and third-place betting interests. If there are no wagers correctly selecting the first-, second-, and third-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first- and second-place betting interests. If there are no wagers correctly selecting the first- and second-place finishers, in their exact order, then exchange tickets shall be issued for combinations correctly selecting the first-place betting interest only. If there are no wagers selecting the first-place betting interest only in the first-half of the Twin Superfecta, all first-half tickets will become winners and will receive 100 percent of that performance's net Twin Superfecta pool and any existing Twin Superfecta carryover as a single price pool.
- (18) The Twin Superfecta carryover shall be designated for distribution on a specified date and performance only under the following circumstances:
- (a) Upon written approval from the Commission as provided in subsection 15 of the Twin Superfecta rules.
  - (b) Upon written approval from the Commission when there is a change in the carryover cap or when the Twin Superfecta is discontinued.
  - (c) On the closing performance of the meet or split meet.
- (19) If, for any reason, the Twin Superfecta carryover must be held over to the corresponding Twin Superfecta pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Twin Superfecta carryover plus accrued interest shall then be added to the second-half Twin Superfecta pool of the following meet on a date and performance so designated by the Commission.
- (20) Providing information to any person regarding covered combinations, amounts wagered on specific combinations, number of tickets sold, or number of valid exchange tickets is prohibited. This shall not prohibit necessary communication between totalisator and pari-mutuel department employees for processing of pool data.

- (21) The association must obtain written approval from the Commission concerning the scheduling of Twin Superfecta contests, the percentages of the net pool added to the first-half pool and second-half pool, and the amount of any cap to be set on the carryover. Any changes to the approved Twin Superfecta format require prior approval from the Commission.

**S. Exacta (n)**

- (1) The Exacta(n) requires selection of the first two finishers, in their exact order, in each of a designated number of contests. The association must obtain written approval from the Commission concerning the scheduling of Exacta(n) contests, the designation of one of the methods prescribed in Part 4, and the amount of any cap to be set on the carryover. Any changes to the approved Exacta(n) format require prior approval from the Commission.
- (2) The Exacta(n) pool shall be apportioned under one of the following methods:
- (a) **Method 1, Exacta(n) With No Minor Pool and No Carryover:** The net Exacta(n) pool shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta(n) contests, based upon the official order of finish. If there are no wagers selecting the first and second place finishers, in exact order, in each of the Exacta(n) contests, the net Exacta(n) pool shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in the greatest number of Exacta(n) contests. If there are no winning wagers, the entire pool shall be refunded on Exacta(n) wagers for those contests.
- (b) **Method 2, Exacta(n) With No Minor Pool and Carryover Instead of a Refund:** The net Exacta(n) pool and the carryover, if any, shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta(n) contests, based upon the official order of finish. If there are no wagers selecting the first and second place finishers, in exact order, in each of the Exacta(n) contests, the net Exacta(n) pool and the carryover shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in the greatest number of Exacta(n) contests. If there are no winning wagers, the net Exacta(n) pool shall be added to the carryover.
- (c) **Method 3, Exacta(n) With No Minor Pool and Carryover:** The net Exacta(n) pool and the carryover, if any, shall be distributed as a single price pool to those who selected the first and second place finishers, in the exact order, in each of the Exacta(n) contests, based upon the official order of finish. If there are no winning wagers, the net Exacta(n) pool shall be added to the carryover.

- (d) **Method 4, Exacta(n) With Minor Pool and No Carryover:** The major share of the net Exacta(n) pool shall be distributed as a single price pool to those who selected the first and second finishers, in exact order, in each of the Exacta(n) contests, based upon the official order of finish. The minor share of the net Exacta(n) pool shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in the second greatest number of Exacta(n) contests, based upon the official order of finish. If there are no wagers selecting the first and second place finishers, in exact order, in each of the Exacta(n) contests, the major share of the net Exacta(n) pool shall be combined with the minor share for distribution as a single price pool to those who selected the first and second place finishers, in exact order, in the greatest number of exacta(n) contests. If there are no wagers selecting the first and second place finishers, in exact order, in a second greatest number of Exacta(n) contests, the minor share of the net Exacta(n) pool shall be combined with the major share for distribution as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta(n) contests. If there are no winning wagers, the pool shall be refunded on Exacta(n) wagers for those contests.
- (e) **Method 5, Exacta(n) With Minor Pool and Carryover:** The major share of the net Exacta(n) pool and the carryover, if any, shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta(n) contests, based upon the official order of finish. The minor share of the net Exacta(n) pool shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in the second greatest number of Exacta(n) contests, based on the official order of finish. If that are no wagers selecting the first and second place finishers, in exact order, in each of the Exacta(n) contests, the minor share of the net Exacta(n) pool shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in the greatest number of Exacta(n) contests, and the major share shall be added to the carryover. If there are no wagers selecting the first and second place finishers, in exact order, in a second greatest number of Exacta(n) contests, the minor share of the net Exacta(n) pool shall be combined with the major share for distribution as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta(n) contests, or if there are no such winning wagers, added to the carryover.
- (f) **Method 6, Exacta(n) With Minor Pool Based Upon Any One Exacta, and No Carryover:** The major share of the net Exacta (n) pool shall be distributed as a single price pool to those who selected the first and second place finishers,

in exact order, in each of the Exacta (n) contests, based upon the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Exacta (n) pool) who selected the first and second place finishers, in exact order, in at least one of the Exacta (n) contests, based upon the official order of finish. If there are no wagers selecting the first and second place finishers, in exact order, in each of the Exacta (n) contests, the major share of the net Exacta (n) pool shall be combined with the minor share for distribution as a single price pool to those who selected the first and second place finishers, in exact order, in at least one of the Exacta (n) contests. If there are no winning wagers, the pool is refunded.

**(g) Method 7, Exacta (n) With Minor Pool Based Upon Any One Exacta, and Carryover:** The major share of the net Exacta (n) pool and the carryover, if any, shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta (n) contests, based upon the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Exacta (n) pool) who selected the first and second place finishers, in exact order, in at least one of the Exacta (n) contests, based upon the official order of finish. If there are no wagers selecting the first and second place finishers, in exact order, in each of the Exacta (n) contests, the major share shall be added to the carryover. If there are no wagers selecting the first and second place finishers, in exact order, in any of the Exacta (n) contests, the minor share of the net Exacta (n) pool shall also be added to the carryover.

**(h) Method 8, Exacta (n) With Minor Pool Based Upon Individual Exactas, and No Carryover**

(A) The major share of the net Exacta (n) pool shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta (n) contests, based upon the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool based upon the sum of the dollar value of wagers for each of the Exacta (n) contests considered separately, in which the first and second place finishers, in exact order, were correctly selected, based on the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Exacta (n) pool) who selected the first and second place finishers, in exact order, in one or more of the Exacta (n) contests. Each recipient of a minor share shall receive an

amount equal to the single price times the number of Exacta (n) contests in which the recipient correctly selected the winning combination.

- (B) If there are no wagers selecting the first and second place finishers, in exact order, in all Exacta (n) contests, the major share shall be combined with the minor share and the entire net Exacta (n) pool shall be distributed in accordance with the rules in the preceding paragraph for distributing the minor share of the net Exacta (n) pool. If there are no winning wagers, the pool shall be refunded.

**(i) Method 9, Exacta (n) With Minor Pool Based Upon Individual Exactas, and Carryover**

- (A) The major share of the net Exacta (n) pool and the carryover, if any, shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta (n) contests, based upon the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool based upon the sum of the dollar value of wagers, for each of the Exacta (n) contests considered separately, in which the first and second place finishers, in exact order, were correctly selected, based on the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Exacta (n) pool) who selected the first and second place finishers, in exact order, in one or more of the Exacta (n) contests. Each recipient of a minor share shall receive an amount equal to the single price times the number of Exacta (n) contests in which the recipient correctly selected the winning combination.
- (B) If there are no wagers selecting the first and second place finishers, in exact order, in all Exacta (n) contests, the minor share shall be distributed in accordance with the rules in the preceding paragraph for distributing the minor share of the net Exacta (n) pool, and the major share shall be added to the carryover; except that if there are no winning wagers in either the major or the minor pool, the performance's pool shall be refunded and the carryover shall be carried over.

**(j) Method 10, Exacta (n) With Minor Pool Based Upon Individual Exactas, and Carryover; 100% Carryover if no Winning Wagers**

- (A) The major share of the net Exacta (n) pool and the carryover, if any, shall be distributed as a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta (n) contests, based upon the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool based upon the sum of

the dollar value of wagers, for each of the Exacta (n) contests considered separately, in which the first and second place finishers, in exact order, were correctly selected, based upon the official order of finish. The minor share of the net Exacta (n) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Exacta (n) pool) who selected the first and second place finishers, in exact order, in one or more of the Exacta (n) contests. Each recipient of a minor share shall receive an amount equal to the single price times the number of Exacta (n) contests in which the recipient correctly selected the winning combination.

- (B) If there are no wagers selecting the first and second place finishers, in exact order, in all Exacta (n) contests, the minor share shall be distributed in accordance with the rules in the preceding paragraph for distributing the minor share of the net Exacta (n) pool, and the major share shall be added to the carryover. If there are no winning wagers, the minor share shall also be added to the carryover.
- (3) Dead Heats. In the event of a dead heat in any of the Exacta (n) contests, the net Exacta(n) shall be distributed to winning wagers in the following precedence, based upon the official order of finish, for each exacta contest within the Exacta(n) wager:
- (a) If there is a dead heat for first in any of the Exacta (n) contests involving contestants representing the same betting interest, the Exacta (n) pool shall be distributed as a single price pool to those selecting the coupled entry or mutuel field combined with the next separate betting interest in the official order of finish for that contest.
  - (b) If there is a dead heat for first in any of the Exacta (n) contests involving contestants representing two or more betting interests, the Exacta (n) pool shall be distributed as a single price pool with a winning wager including each betting interest involved in the dead heat.
  - (c) If there is a dead heat for second in any of the Exacta (n) contests involving contestants representing the same betting interest, the Exacta (n) pool shall be distributed as if no dead heat occurred.
  - (d) If there is a dead heat for second in any of the Exacta (n) contests involving contestants representing two or more betting interests, the Exacta (n) pool shall be distributed as a single price pool with a winning wager including the betting interest which finished first together with any betting interest involved in the dead heat for second.
- (4) Scratches

- (a) Should a betting interest in any contest of the Exacta (n) be scratched or excused from the contest prior to the first Exacta (n) contest being declared official, all money wagered on combinations including the scratched betting interest shall be deducted from the Exacta (n) pool and refunded.
  - (b) Should a betting interest in any contest of the Exacta (n) be scratched or excused from the contest after the first Exacta (n) contest has been declared official, all money wagered on combinations including this betting interest shall remain in the Exacta (n) pool and the ticket holder may still collect the monetary value of any distribution evidenced by the ticket containing the scratched betting interest.
  - (c) If, due to a late scratch, the number of betting interests in a contest of the Exacta (n) is reduced to fewer than two, for purposes of the Exacta (n) such contest shall be declared "no contest" and the Exacta (n) pool shall be subject to the rules set forth in Subsection 5 of these rules.
- (5) Cancelled Contests
- (a) If any of the Exacta (n) contests are cancelled or declared "no contest" prior to the first Exacta (n) contest being declared official, the entire Exacta (n) pool shall be refunded on Exacta (n) wagers for those contests.
  - (b) If all remaining Exacta (n) contests are cancelled or declared "no contest" after the first Exacta (n) contest is declared official, the net Exacta (n) pool shall be distributed as a single price pool to wagers selecting the winning combination in the first Exacta (n) contest, but not the Exacta (n) carryover. However, if there are no wagers selecting the winning combination in the first Exacta (n) contest, the entire Exacta (n) pool shall be refunded on Exacta (n) wagers for those contests.
  - (c) If any of the remaining Exacta (n) contests are cancelled or declared "no contest" after the first Exacta (n) is declared official, the net Exacta (n) pool shall be distributed in accordance with rules governing distribution of the minor share where there is no winner of the major share.
- (6) Mandatory Distribution
- (a) A written request for permission to distribute the Exacta (n) carryover on a specific performance may be submitted to the Commission. The request shall contain justification for the mandatory distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution. The association must notify the Commission at least 10 days prior to implementation. If the Exacta (n) pool cannot be distributed during a designated performance, the mandatory distribution shall resume on the next scheduled mandatory distribution performance.

- (b) If the Exacta (n) carryover is designated for distribution on a specified date and performance, the following precedence shall be followed in determining winning tickets for the net Exacta (n) pool and the carryover pool:
  - (A) As a single price pool to those who selected the first and second place finishers, in exact order, in each of the Exacta (n) contests, based upon the official order of finish. If there are no wagers selecting the first and second place finishers, in exact order, in all Exacta (n) contests, then
  - (B) As a single price pool to those who selected the first and second place finishers, in exact order, in at least one of the Exacta (n) contests, based upon the official order of finish.
  - (C) If there are no wagers which correctly selected the first and second place finishers, in exact order, in at least one of the Exacta (n) contests, based upon the official order of finish, then all Exacta (n) tickets shall become winners and receive 100% of that performance's net Exacta (n) pool and the Exacta (n) carryover pool as a single price pool.
- (7) If, for any reason, the Exacta (n) carryover must be held over to the corresponding Exacta (n) pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Exacta (n) carryover plus accrued interest shall then be added to the net Exacta (n) pool of the following meet on a date and performance so designated by the Commission.

#### T. Pick (n) Position (x) Pools

- (1) The Pick (n) Position (x) Pool requires selection of the first (x) finishers, in their exact positions, in each of a designated number of (n) contests. For example, in a Four Position Pool (x = 4), the bettor chooses four finishers in each contest. If the bettor has chosen "1, 2, 3 and 4", and the actual finishers are "4, 2, 3 and 1", the bettor has correctly chosen 2 positions [the second and third place finishers.]
- (2) The association must obtain written approval from the Commission concerning the scheduling of Pick (n) Position (x) contests, the designation of one of the methods prescribed in Parts 3 and 6, the percentages of the net pool apportioned between the major share of the Position (x) pool and the minor share(s) of the Position (x) pool, and the amount of any cap to be set on the carryover. Any changes to the approved Pick (n) Position (x) format require prior approval from the Commission.
- (3) Unless otherwise stated, the major share of the net Pick (n) Position (x) Pool [hereafter, "Position (x) Pool"] shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in a minimum specified number of positions in the (n) contests (considered as a whole) that comprise the Position (x) Pool, based upon the official order of finish. The minimum specified number of positions may be all (x) positions in all (n) contests (for instance, four positions in

each of six contests, for a total of 24 positions) or a lesser specified number (for instance, 22 or more accurate positions within the six contests taken as a whole.)

- (4) The Pick (n) Position (x) pool shall be apportioned under one of the following methods:
- (a) Method 1, Position (x) With No Minor Pool and No Carryover
    - (A) The net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
    - (B) If there are no wagers qualifying for the major share, the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests.
    - (C) If there are no winning wagers, the entire pool shall be refunded on Position (x) wagers for those contests.
  - (b) Method 2, Position (x) With No Minor Pool and Carryover Instead of a Refund
    - (A) The net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
    - (B) If there are no wagers qualifying for the major share, the net Position (x) pool and the carryover shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests.
    - (C) If there are no winning wagers, the net Position (x) pool shall be added to the carryover.
  - (c) Method 3, Position (x) With No Minor Pool and Carryover
    - (A) The net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
    - (B) If there are no wagers qualifying for the major share, the net Position (x) pool shall be added to the carryover.
  - (d) Method 4, Position (x) With Minor Pool and No Carryover
    - (A) The major share of the net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
    - (B) The minor share of the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.

- (C) If there are no wagers qualifying for the major share, the major share of the net Position (x) pool shall be combined with the minor share for distribution as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests.
  - (D) If there are no wagers correctly selecting any finishers, in exact position, in Position (x) contests, other than winners of the major share of the net Position (x) pool, the minor share of the net Position (x) pool shall be combined with the major share for distribution as a single price pool to those who qualified for the major share.
  - (E) If there are no winning wagers, the pool shall be refunded on Position (x) wagers for those contests.
- (e) Method 5, Position (x) With Minor Pool and Carryover
- (A) The major share of the net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
  - (B) The minor share of the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.
  - (C) If there are no wagers qualifying for the major share, the minor share of the net Position (x) pool shall be distributed as a single price pool to those who correctly selected finishers, in exact position, in the greatest number of positions in Position (x) contests, and the major share shall be added to the carryover.
  - (D) If there are no wagers correctly selecting any finishers, in exact position, other than winners of the major share of the net Position (x) pool, the minor share of the net Position (x) pool shall be combined with the major share for distribution as a single price pool to those who qualified for the major share, or if there are no such winning wagers, added to the carryover.
- (f) Method 6, Position (x) With Minor Pool(s) and Carryover
- (A) The major share of the net Position (x) pool shall be distributed in accordance with the method for distributing the major share as described in Part 2, above.
  - (B) A principal minor share of the net Position (x) pool may be designated, and distributed as a single price pool, to those who correctly selected

- finishers, in exact position, in the greatest number of positions in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.
- (C) Additional minor shares of the net Position (x) pool may be designated, and distributed as single price pools, to those who correctly selected the designated number, or range, of finishers, in exact position, in Position (x) contests (but less than the number of positions qualifying for the major share), based upon the official order of finish.
- (D) Those qualifying for the principal minor share may also qualify for one of the additional minor shares. When this occurs, the two unbroken prices shall be summed before surcharging or rounding the prices for breakage. For example:
- (i) Suppose there are \$5 of wagers correctly selecting 12 positions, \$3 of wagers selecting 13 positions, and \$2 of wagers selecting 14 positions, and 14 is the greatest number of positions correctly selected.
  - (ii) Suppose that the principal minor share of the net pool is \$20,000.16. Further, one of the other minor shares is designated for a range of 12 to 15 positions, and this share of the net pool is \$10,000.80. (These amounts are chosen only to illustrate the following steps.)
  - (iii) Then the principal minor share is divided among those selecting 14 positions, and the other minor share is divided among all the wagers selecting 12, 13, and 14 positions, so the 14-position winners receives the sum of two winning prices.
  - (iv) The principal minor share \$20,000.16 divided among the \$2 of 14-position winners yields an unbroken price of \$10,000.08 per dollar, and the other minor share \$10,000.80 divided among the \$10 of 12, 13, and 14-position winners yields an unbroken price of \$1,000.08 per dollar.
  - (v) The sum  $\$10,000.08 + \$1,000.08 = \$11,000.16$  is the combined unbroken price for choosing 14 finishers.
  - (vi) If the rounding for breakage is to the next lower \$0.10, the final broken prices are \$11,000.10 for 14 finishers, and \$1,000.00 for 12 or 13 finishers.
- (E) The commission shall approve the number of minor shares, and the designated number, or range, of finishers, in exact position, in Position (x) contests qualifying as the winning selection in any such minor share.

- (F) If there are no wagers qualifying for the major share, the major share shall be added to the carryover. If there are no wagers qualifying for a designated minor share, the minor share of the net Position (x) pool shall be combined with the major share for distribution as a single price pool to those who qualified for the major share, or if there are no such winning wagers, added to the carryover.
- (g) Method 7, Position (x) With Minor Pool(s) Based Upon Any One Contest, and No Carryover
- (A) The major share of the net Position (x) pool shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
- (B) The minor shares of the net Position (x) pool shall be distributed as single price pools to those (including recipients of the major share of the net Position (n) pool) who selected all (x) finishers, in exact position, in at least one of the Position (x) contests, based upon the official order of finish, as follows:
- (C) There may be separate minor pools for those who selected all (x) finishers, in exact positions of finish, in the most Position (x) contests, those who selected all (x) finishers, in exact positions of finish, in the second most position (x) contests, and so forth down to those who selected all (x) finishers, in exact positions of finish, in one position (x) contest. Not all such minor shares need to be designated for the wager.
- (D) If there are no wagers qualifying for the major share, the major share of the net Position (x) pool shall be combined with the highest level minor share for distribution as a single price pool. If there are no wagers qualifying for a designated minor share of the net Position (x) pool, that minor share shall be combined with the next (lower) minor share for distribution as a single price pool.
- (E) If there are no winning wagers, the pool is refunded.
- (h) Method 8, Position (x) With Minor Pool(s) Based Upon Any One Contest, and Carryover
- (A) The major share of the net Position (x) pool and the carryover, if any, shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
- (B) The minor shares of the net Position (x) pool shall be distributed as single price pools to those (including recipients of the major share of the net

Position (x) pool) who selected all (x) finishers, in exact position, in at least one of the Position (x) contests, based upon the official order of finish, as follows:

- (C) There may be separate minor pools for those who selected all (x) finishers, in exact positions of finish, in the most position (x) contests, those who selected all (n) finishers, in exact positions of finish, in the second most position (x) contests, and so forth down to those who selected all (x) finishers, in exact positions of finish, in one position (x) contest. Not all such minor shares need to be designated for the wager.
  - (D) If there are no wagers qualifying for the major share, the major share shall be added to the carryover.
  - (E) If there are no wagers selecting all finishers, in exact position, in a number of the Position (x) contests that qualify for a designated minor share, that minor share of the net Position (n) pool shall also be added to the carryover.
- (i) Method 9, Position (x) With Minor Pool(s) Based Upon Any One Contest, and Carryover
- (A) The major share of the net Position (x) pool and the carryover, if any, shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
  - (B) The minor shares of the net Position (x) pool shall be distributed as single price pools to those (including recipients of the major share of the net Position (x) pool) who selected all (x) finishers, in exact position, in at least one of the Position (x) contests, based upon the official order of finish, as follows:
    - (C) There may be separate minor pools for those who selected all (x) finishers, in exact positions of finish, in the most position (x) contests, those who selected all (x) finishers, in exact positions of finish, in the second most position (x) contests, and so forth down to those who selected all (x) finishers, in exact positions of finish, in one position (x) contest. Not all such minor shares need to be designated for the wager.
    - (D) If there are no wagers qualifying for the major share, the major share shall be added to the carryover.
    - (E) If there are no wagers selecting all finishers, in exact position, in a number of the position (x) contests that qualify for a designated minor share, that minor share of the position (x) pool shall be added to the next (lower) minor share of the position (x) pool. If there is no lower

designated minor share of the position (x) pool, the minor share shall also be added to the carryover.

- (j) Method 10, Position (x) With Minor Pool Based Upon Any One Contest, and Carryover; 100% Carryover if no Winning Wagers
  - (A) The major share of the net Position (x) pool and the carryover, if any, shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in each (or a specified minimum number) of the Position (x) contests, based upon the official order of finish.
  - (B) The minor share of the net Position (x) pool shall be distributed as a single price pool based upon the sum of the dollar value of wagers, for each of the Position (x) contests considered separately, in which all (x) finishers, in exact position, were correctly selected, based upon the official order of finish. The minor share of the net Position (x) pool shall be distributed as a single price pool to those (including recipients of the major share of the net Position (x) pool) who selected all (x) finishers, in exact position, in one or more of the Position (x) contests. Each recipient of a minor share shall receive an amount equal to the single price times the number of Position (x) contests in which the recipient correctly selected the winning combination.
  - (C) If there are no wagers qualifying for the major share, the major share shall be added to the carryover. If there are no winning wagers, the minor share shall also be added to the carryover.

(5) Apportionment of Net Position (x) Pool Between Major and Minor Pool(s)

The commission shall approve the method of apportioning the net Position (x) pool between winners of the Major share of the Position (x) pool and winners of the Minor share(s) of the Position (x) pool.

Example (utilizing Method 8): A Four Position Pool ( $x = 4$ ) consisting of 5 contests ( $n = 5$ .) The major share goes to those who correctly choose all 20 positions. Assume the commission has approved three minor shares: The highest minor share goes to those who have picked all positions, in exact order, in 4 of the contests. The next minor share goes to those who have picked all positions, in exact order, in 3 of the contests. The final minor share goes to those who have picked all positions, in exact order, in 1 or 2 of the contests. One apportionment of payouts could be 40% of the net Position (x) pool for the major share, and 20% of the net Position (x) pool for each of the three minor shares. Another apportionment of payouts could be 50% of the net Position (x) pool for the major share, 25% for the highest minor share, 15% to the next minor share, and 10% to the final minor share.

(6) Dead Heats. In the event of a dead heat in any of the Position (x) contests, based upon the official order of finish:

- (a) For purposes of determining whether a wager correctly selected the finishers, in exact position, contestants in a dead heat are deemed to jointly occupy both (or all) positions in the dead heat. For example, if 5 and 6 finish in a dead heat for first, then a selection of 5 for either first or second is correct, and a selection of 6 for either first or second is also correct.
  - (b) Each share of the net Position (x) pool shall be distributed as a single price pool regardless of dead heats.
- (7) Scratches
- (a) If, due to a late scratch, the number of betting interests in a contest of the Position (x) pool is reduced to fewer than (x), for purposes of the Position (x) pool only, such contest shall be declared “no contest” and the Position (x) pool shall be subject to the rules set forth in the “Cancelled Contests” section (Part 7) of these rules.
  - (b) Should a betting interest in any contest of the Position (x) pool be scratched or excused from the contest, no more wagers shall be accepted selecting that scratched contestant.
  - (c) Existing wagers that select a scratched betting interest shall be handled under one of the following methods. The Commission shall make its determination of which of these alternatives shall apply at the time of approving the wagering pool, which alternative shall remain in effect until and unless changed by the Commission.
    - (A) Method 1, Substitute a higher contestant number:
      - (i) The next higher live contestant number that is not already part of the wager shall be substituted for the scratched contestant number. If no higher contestant number is eligible, the search shall then proceed upward from contestant number 1.
      - (ii) If a wager selects more than one scratched contestant for a contest, the substitutions shall begin with the lowest scratched contestant number in the wager and proceed in order to the highest.
      - (iii) Substitution shall be performed on the basis of single wagers, regardless of whether a wager was placed as part of any type of multiple wager format such as “box” or “wheel”.
      - (iv) The totalisator shall produce reports showing each of the wagering combinations with substituted contestants which became winners as a result of the substitution, in addition to the normal winning combination.
    - (B) Method 2, Substitute favorite contestant number:

- (i) The actual favorite, as evidenced by total amounts wagered in the Win pool at the close of wagering on that contest, shall be substituted for the scratched contestant for all purposes, including pool calculations.
  - (ii) If the Win pool total for two or more favorites is identical, the substitute selection shall be the contestant with the lowest contestant number not already selected in the wager as part of the contest.
  - (iii) If such favorite has already been selected in the wager as part of the contest, the next favorite(s) shall be used, as evidenced by the total amounts wagered in the Win pool, ordered from the highest amount to the lowest.
  - (iv) If a wager selects more than one scratched contestant for a contest, the substitutions shall begin with the lowest scratched contestant number in the wager and proceed in order to the highest.
  - (v) Substitution shall be performed on the basis of single wagers, regardless of whether a wager was placed as part of any type of multiple wager format such as “box” or “wheel”.
  - (vi) The totalisator shall produce reports showing each of the wagering combinations with substituted contestants which became winners as a result of the substitution, in addition to the normal winning combination.
- (C) Method 3, Scratched contestant wins
- (i) The scratched contestant is deemed to be a correct selection of a winning finisher, for purposes of the Position (x) pool only.
  - (ii) The totalisator shall produce reports showing each of the wagering combinations which became winners as a result of the scratched contestants, in addition to the normal winning combination.
- (D) Method 4, Scratched contestant loses:
- (i) The scratched contestant is deemed to be a loser, for purposes of the Position (x) pool only.
  - (ii) Other correctly selected finishers in a wager shall continue to count toward winning, as usual.
- (8) Cancelled Contests
- (a) If any of the Position (x) contests are cancelled or declared “no contest” prior to the first Position (x) contest being declared official, the entire Position (x) pool shall be refunded on Position (x) wagers for those contests.

- (b) If all remaining Position (x) contests are cancelled or declared "no contest" after the first Position (x) contest is declared official, the entire net Position (x) pool, but not the Position (x) carryover, shall be distributed as a single price pool to wagers selecting the winning combination in the first Position (x) contest. However, if there are no wagers selecting the winning combination in the first Position (x) contest, the entire Position (x) pool shall be refunded on Position (x) wagers for those contests.
  - (c) If any of the remaining Position (x) contests are cancelled or declared "no contest" after the first Position (x) is declared official, the net Position (x) pool shall be distributed in accordance with rules governing distribution of the minor share(s) where there is no winner of the major share. If there is more than one minor share, the entire net Position (x) pool, but not the Position (x) carryover, shall be divided amongst the minor share(s), in accordance with the Apportionment section (Part 3) of these rules, in proportion to the designated percentages, or by some other method approved by the Commission.
  - (d) If any of the remaining Position (x) contests are cancelled or declared "no contest" after the first Position (x) is declared official, and the net Position (x) pool has been designated for distribution in accordance with the Mandatory Distribution section (Part 9) of these rules, the rules governing mandatory distribution shall apply.
- (9) Carryover Cap. The Position (x) carryover may be capped at a designated level approved by the Commission so that if, at the close of any performance, the amount in the Position (x) carryover equals or exceeds the designated cap, the Position (x) carryover will be frozen until it is won or distributed under other provisions of these Position (x) rules. After the Position (x) carryover is frozen, the part of the net pool that ordinarily would be added to the Position (x) carryover shall be distributed to those whose selection finished in the highest level of the minor share(s) of the Position (x) for that performance.
- (10) Mandatory Distribution
- (a) A written request for permission to distribute the Position (x) carryover on a specific performance may be submitted to the Commission. The request shall contain justification for the mandatory distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution. The association must notify the Commission at least 10 days prior to implementation. If the Position (x) pool cannot be distributed during a designated performance, the mandatory distribution shall resume on the next approved mandatory distribution performance.
  - (b) If the Position (x) carryover is designated for distribution on a specified date and performance, and if there are no wagers qualifying for the major share,

then the following precedence shall be followed in determining winning wagers for the net Position (x) pool and the carryover pool:

- (A) If the method chosen in Part 3 is method 7, 8, 9, or 10, then:
  - (B) The major share and the Position (x) carryover shall be distributed as a single price pool to those who selected all (x) finishers, in exact position, in the most individual Position (n) contests, based upon the official order of finish. Designated minor shares may still be awarded;
  - (C) If the method chosen in Part 3 is 1, 2, 3, 4, 5, or 6, then:
  - (D) The major share and the Position (x) carryover shall be distributed as a single price pool to those who correctly selected the most finishers, in their exact positions, in the Position (n) contests, based upon the official order of finish. Designated minor shares may still be awarded.
  - (E) If there are no wagers which qualified for distribution of the major share, then all Position (x) tickets shall become winners and share 100% of that performance's net Position (x) pool and the Position (x) carryover pool as a single price pool.
- (c) The Position (x) carryover shall be designated for distribution on a specified date and performance only under the following circumstances:
- (A) Upon written approval from the Commission as provided in Part 9a) of the Position (x) rules.
  - (B) Upon written approval from the Commission when there is a change in the carryover cap or when the Position (x) wager is discontinued.
  - (C) On the closing performance of the meet.
- (d) If, for any reason, the Position (x) carryover must be held over to the corresponding Position (x) pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Position (x) carryover plus accrued interest shall then be added to the net Position (x) pool of the following meet on a date and performance so designated by the Commission.
- (11) Coupled entries and mutuel fields
- (a) Coupled entries and mutuel fields may be permitted in Position (x) contests with the written approval of the Commission.
  - (b) Contestants coupled in wagering as a coupled entry or mutuel field shall be considered part of a single betting interest for the purpose of price calculations and distribution of Position (x) pools. Should any contestant in a coupled entry or mutuel field be officially withdrawn or scratched, the remaining contestants in that coupled entry or mutuel field shall remain valid betting interests and no

refunds will be granted. If all contestants within a coupled entry or mutuel field are scratched, then the Scratches section (Part 6) of these rules shall apply.

- (c) For the purpose of Position (x) price calculations only, coupled entries and mutuel fields shall be calculated as a single finishing contestant, using the finishing position of the leading contestant in that coupled entry or mutuel field to determine order of placing. This rule shall apply to all circumstances, including situations involving a dead heat. For example, if the actual order of finish in a contest is 1 / 2 / 1A / 3 / 4, then the finishers used for that contest of the Position (x) would be 1 / 2 / 3 / 4.

- (12) With the written approval of the Commission, the association may contribute to the Position (x) carryover, or to the major or minor share(s) of the Position (x) pool, a sum of money up to the amount of any designated cap.

#### U. The Team Wager Pool

- (1) The Team Wager Pool requires selection of a designated “team” in each of a designated number of contests. Winning bets shall be determined based upon the official order of finish in each contest and the standing of each team with respect to the official order of finish. For purposes of the Team Wager, finishers from the same team shall be bracketed together to determine a single betting interest, as set forth in Part 3.
- (2) Prior to the start of the contests that comprise the Team Wager, all participants in each of the contests shall be divided by the association between or among each of the Team Wager teams, and the roster of each team made public, as well as the number of points to be awarded to the team whose member is the first finisher in a designated contest, the second finisher, and so forth until no more points are awarded in that contest.
- (3) At the conclusion of all contests that comprise the Team Wager, the number of points for each team shall be compiled, and the team with the most points shall be declared the “winning team.”
- (4) The Team Wager pool shall be apportioned under either of the following methods:
  - (a) **Winning Margins Team Wager**
    - (A) In the “Winning Margins Team Wager”, the total number of points awarded in the Team Wager shall be divided by the association into a series of brackets comprised of a series of point ranges (“winning margin”) by which one team (Team A) might defeat the other team (Team B); a series of point ranges by which Team B might defeat Team A; and a tie between the teams. Each bracket shall constitute a separate betting interest in the Winning Margins Team Wager.

- (B) The net Winning Margins Team Wager pool shall be distributed as a single price pool to those who selected the correct bracket. If there are no wagers selecting the correct bracket, the entire pool shall be refunded.
- (C) Example: Points are assigned to each of the first four finishers in each contest [four points for the first finisher down to one point for the fourth finisher, for a total of 10 points awarded in each contest], based upon the official order of finish, with a total of six contests in the Team Wager, resulting in a total of 60 points in all. The brackets could be designated as:
- (i) Team A's winning margin is
    - 1-10 points
    - 11-20 points
    - 21-30 points
    - 31-40 points
    - 41-50 points
    - 51-60 points
  - (ii) Team B's winning margin is
    - 1-10 points
    - 11-20 points
    - 21-30 points
    - 31-40 points
    - 41-50 points
    - 51-60 points
  - (iii) The two teams tie, and the margin is 0 Points
  - (iv) In this example, there are 13 separate betting interests.
  - (v) If, in this example, finishers representing Team A come in 1<sup>st</sup> and 3<sup>rd</sup> in one contest, and finishers representing Team B come in 2<sup>nd</sup> and 4<sup>th</sup> in that contest, Team A would have 4+2=6 points and Team B would have 3+1=4 points. The current winning margin (after this first contest) would be Team A by 2 points.)
- (b) Team Double Wager
- (A) In the "Team Double Wager", the commission shall approve two different methods of determining the winning tickets qualifying for a share of the net pool.
  - (B) The commission shall also approve the manner of apportioning the net Team Double Wager pool, and the conditions under which the pool shall be refunded or otherwise apportioned if there are no winning wagers.
  - (C) Example: A "daily-double"-style pool consisting of having to correctly select the bracket of the winning margin, as above, as well as a bracket based upon and including the total points achieved by the winning team.

- (5) Brackets
  - (a) The brackets may be comprised of the margins by which the winning team defeats the team that finishes second; the total number of points achieved by the winning team; or other method of determining the brackets, as approved by the commission.
  - (b) Such factors as the number of teams in the Team Wager; the method by which teams are designated; the number of points to be awarded in each contest; the number of contests comprising the Team Wager; and the method by which the “brackets” constituting each betting interest in the Team Wager are designated, shall all be subject to approval of the commission.
- (6) Coupled Entries; Fields. With approval of the commission, coupled entries may be permitted in contests comprising the Team Wager, but may only participate as part of the same Team. With approval of the commission, fields may be permitted in contests comprising the Team Wager, but may only participate as part of the same Team.
- (7) Dead Heat. If there is a dead heat including any finisher(s) for which points are awarded in the Team Wager, the total amount of points in the dead heat positions shall be combined and divided equally amongst the betting interests that have finished in the dead heat.
- (8) Scratches
  - (a) Should an entry in any contest of the Team Wager be scratched or excused from the contest, all money wagered on combinations including this entry shall remain in the Team Wager pool and the ticket holder may still collect the monetary value of any distribution evidenced by the ticket containing the scratched betting interest.
  - (b) If, due to a scratch or excused entry, the number of entries assigned to a team in a contest of the Team Wager is reduced to fewer than the number of positions in the final order of finish for which the team is eligible to receive points, for purposes of the Team Wager pool such contest shall be declared “no contest” and wagers involving any betting interests that are no longer capable of being achieved shall be refunded.

## V. Future Wager Pool

- (1) The Future Wager requires selection of the first-place finisher in a specified contest.
- (2) The association shall apply in writing to the commission for approval to offer the Future Wager on the specified contest and shall not offer the wager until the commission approval has been granted. The written application shall include the date and time for the pool to be opened and closed, a description of the system for

compiling the pool and calculating odds and payout prices, and the time interval for displaying the odds.

- (3) The association, or in the case of interjurisdictional common pool wagering the Host track, shall name the contestants included in each betting interest on which future wagers may be made and shall assign a program number to each betting interest.
- (4) The amount wagered on the betting interest which finishes first in the specified race is deducted from the net pool, the balance remaining being the profit; the profit is divided by the amount wagered on the betting interest finishing first, such quotient being the profit per dollar wagered in the Future Pool on that betting interest.
- (5) The net Future Pool shall be distributed as a single price pool to winning wagers in the following precedence, based upon the official order of finish:
  - (a) To those whose selection finished first; but if there are no such wagers, then
  - (b) To those whose selection finished second; but if there are no such wagers, then
  - (c) To those whose selection finished third; but if there are no such wagers, then
  - (d) The entire pool shall be refunded on Future Pool wagers for that contest.
- (6) If there is a dead heat for first involving:
  - (a) contestants representing the same betting interest, the Future Pool shall be distributed as if no dead heat occurred.
  - (b) contestants representing two or more betting interests, the Future Pool shall be distributed as a profit split.
- (7) No refund shall be issued for Future Wager pool wagers on betting interests that do not start or finish the race. If the association becomes aware or is notified that a betting interest is ineligible or unable to start the race and the pool is still open, the association shall immediately close betting on that betting interest.
- (8) The entire Future Wager pool shall be refunded if:
  - (a) the situation described at subsection 5 d) occurs; or
  - (b) the specified race is declared no contest by the judges/stewards having jurisdiction over the specified race; or
  - (c) the specified race does not occur; or
  - (d) for whatever reason, the Future Wager pool cannot be determined and the payout price cannot be calculated.

#### W. Match Rival Pools

- (1) The Match Rival requires the selection of the winning contestant in a designated contest or series of contests, in a competition between two or more equally matched betting interests, or based on the sportsmanship and/or skill of the jockeys/drivers

and/or trainers, regardless of the official placing of the other betting interests in that contest or series of contests.

- (2) The choice of which contestants from a contest shall participate in the Match Rival shall be made as follows:
  - (a) The Association must obtain written approval from the Commission concerning who shall determine the contestants for each Match Rival contest.
  - (b) The matching of contestants for the Match Rival shall be limited to contestant versus contestant, jockey versus jockey, driver versus driver and/or trainer versus trainer.
  - (c) The contestants chosen for the match rival wager shall be conspicuously identified in the official program.
- (3) The net Match Rival pool shall be distributed to winning wagers in the following precedence, based on the official order of finish:
  - (a) As a single price pool to those whose selection finished first in a single Match Rival contest, or first in the greatest number of a series of Match Rival contests; but if there are no such wagers, then
  - (b) The Match Rival pool shall be refunded.
- (4) If there is a dead heat in a contest involving two or more of the contestants in:
  - (a) a single-contest Match Rival pool, then the entire pool shall be refunded.
  - (b) one or more contests of a series, then all the contestants involved in the dead heat shall be considered winners and the net pool shall be distributed as a single price pool, provided that:
  - (c) In a series of contests, if there is a dead heat in half or more of the contests then the Match rival pool for those contests shall be refunded.
- (5) If any Match Rival contest is cancelled or declared no contest:
  - (a) In a single-contest Match Rival pool, the pool shall be refunded.
  - (b) In a series of contests, if half or more of the contests are cancelled or declared no contest, then the Match Rival pool for those contests shall be refunded.
- (6) If any contestant is scratched or declared a non-starter in any Match Rival contest, then that contest shall be cancelled.
- (7) If all contestants fail to finish in a Match Rival contest, then that contest shall be cancelled.

#### X. Pentafecta Pools

- (1) The Pentafecta requires selection of the first five finishers, in their exact order, for a single contest.

(2) Distribution of Winnings – Option #1

- a. The net Pentafecta pool shall be distributed to winning wagers in the following precedence, based upon the official order of finish
  - i. As a single price pool to those whose combination finished in correct sequence as the first five betting interests; but if there are no such wagers, then
  - ii. As a single price pool to those whose combination finished in correct sequence as the first four betting interests; but if there are no such wagers, then
  - iii. As a single price pool to those whose combination included, in correct sequence, the first three betting interests; but if there are no such wagers, then
  - iv. As a single price pool to those whose combination included, in correct sequence, the first two betting interests; but if there are no such wagers, then
  - v. As a single price pool to those whose combination correctly selected the first-place betting interest only; but if there are no such wagers, then
  - vi. The entire pool shall be refunded on Pentafecta wagers for that contest.

(3) Distribution of Winnings – Option #2

- a. The net Pentafecta pool shall be distributed to winning wagers in the following precedence, based on the official order of finish:
  - i. As a single price pool, including any applicable carryover, to those whose combination finished in correct sequence as the first five betting interests, but if there are no such wagers, then
  - ii. The net pool will be divided into two separate pools. The major pool of the net pool shall be retained and added to a corresponding carryover pool into the next designated Pentafecta race. The remaining minor pool shall be paid as a Pentafecta consolation pool, which will be equally divided among those ticket holders

who correctly select the first four betting interests, but if there are no such wagers, then

- iii. The Pentafecta consolation pool will be divided among those ticket holders who correctly select the first three interests, but if there are no such wagers, then
  - iv. The Pentafecta consolation pool will be divided among those ticket holders who correctly select the first two interests, but if there are no such wagers, then
  - v. The Pentafecta consolation pool will be divided among those ticket holders who correctly select the first betting interest, but if there are no such wagers, then
  - vi. The entire net pool shall become a carryover pool to be retained and added to the next designated Pentafecta race.
- b. On the last Pentafecta race on the final day of the meeting, the net pool, including any applicable carryover shall be distributed using the method described in subsection (2).
  - c. Where a net pool is divided into two separate pools in accordance with this subsection any odd cents remaining shall be retained and added to the part of the net pool that will be added to the corresponding carryover pool.

(4) Distribution of Winnings – Option #3

- a. The net Pentafecta pool shall be distributed to winning wagers in the following precedence, based on the official order of finish:
  - i. As a single price pool, including any applicable carryover, to those whose combination finished in correct sequence as the first five betting interests, but if there are no such wagers, then
  - ii. The entire net pool shall be retained and added to a corresponding carryover pool into the next designated Pentafecta race.
- b. On the last Pentafecta race on the final day of the meeting, the net pool, including any applicable carryover shall be distributed using the method described in subsection (2).

(5) Distribution of Winnings – Option #4

- a. The net Pentafecta pool shall be distributed to winning wagers in the following precedence, based on the official order of finish:
  - i. As a single price pool, including any applicable carry-over, to the holder of a unique winning ticket whose combination finished in correct sequence as the first five betting interests, but if there is no such unique winning ticket, then
  - ii. The net pool will be divided into two separate pools. The major pool of the net pool shall be paid as a carryover pool into the next regularly scheduled Pentafecta race. The remaining minor pool shall be paid as a Pentafecta consolation pool, which will be equally divided among those ticket holders who correctly select the first five interests, but if there are no such wagers, then
  - iii. The entire net pool shall become a carryover pool into the next regularly scheduled Pentafecta race.
- b. Unique winning ticket, as used in this paragraph (5)(a), shall be defined as having occurred when there is one and only one winning ticket whose combination finished in correct sequence as the first five betting interests, to be verified by the unique serial number assigned by the totalisator company that issued the winning ticket. In the event that there is more than one winning ticket whose combination finished in correct sequence as the first five betting interests, the unique winning ticket shall be deemed to not have occurred.
- c. The association shall specify the minimum monetary amount of a unique winning ticket wager approved by the Commission.
- d. A written request for permission to distribute the Pentafecta carryover on a specific performance may be submitted to the Commission. The request must be for a specified date no greater than one year from the date the request is submitted and contain justification for the distribution, an explanation of the benefit to be derived, and the intended date and performance for the distribution. Should the Pentafecta net pool and any applicable carryover be designated for distribution on a specified date and performance in which there is no unique winning ticket, the entire pool shall be distributed using the method described in subsection (2).
- e. A written request for permission to transfer the Pentafecta carryover to another Pentafecta pool operated by the same pool host may be submitted to

the Commission. The request must contain justification for the transfer, including an explanation of the benefit to be derived, a description of the method by which the pool host will present the information to the public that identifies the racetrack(s) for which the pool will be operated and the intended date(s) and performance(s) of the transfer and, if applicable, the name of the intended race track.

e.f. Unless otherwise stated in writing by the Commission under paragraph (d), on ~~On~~ the last Pentafecta race on the final day of the meeting, the net pool, including any applicable carryover, shall be distributed using the method described in subsection (2).

- (6) ~~If~~Notwithstanding paragraph-paragraphs 5(d) and (e), if, for any other reason, the Pentafecta carryover must be held over to the corresponding Pentafecta pool of a subsequent meet, the carryover shall be deposited in an interest-bearing account approved by the Commission. The Pentafecta carryover plus accrued interest shall then be added to the net Pentafecta pool of the following meet on a date and performance so designated by the Commission.
- (7) If fewer than five betting interests finish and the contest is declared official, payoffs will be made based upon the order of finish of those betting interests completing the contest. The balance of any selection on any ticket beyond the number of betting interests completing the contest shall be ignored. If the pools are being distributed under paragraph (3)(a), (4)(a), or (5)(a) any previous Pentafecta contest's carryover will not be included in the payoff and will be retained for the next contest's carryover, and this contest's net Pentafecta pool will be distributed using the method described in subsection (2).
- (8) If there is a dead heat for first involving:
- a. contestants representing five or more betting interests, all of the wagering combinations selecting the five betting interests, irrespective of order, shall share in a profit split.
  - b. contestants representing four betting interests, all of the wagering combinations selecting the four dead heated betting interests, irrespective of order, along with the fifth place betting interest shall share in a profit split.
  - c. contestants representing three betting interests, all of the wagering combinations selecting the three dead heated betting interests, irrespective

of order, along with the fourth place and fifth place betting interests, in correct order, shall share in a profit split.

- d. contestants representing two betting interests, both of the wagering combinations selecting the two dead heated betting interests, irrespective of order, along with the third place, fourth place and fifth place betting interests, in correct order, shall share in a profit split.

(9) If there is a dead heat for second involving:

- a. contestants representing four or more betting interests, all of the wagering combinations correctly selecting the winner along with the four dead heated betting interests shall share in a profit split.
- b. contestants representing three betting interests, all of the wagering combinations correctly selecting the winner, the three dead heated betting interests, irrespective of order, and the fifth place betting interests shall share in a profit split.
- c. contestants representing two betting interests, all of the wagering combinations correctly selecting the winner, the two dead heated betting interests, irrespective of order, and the fourth place and fifth place betting interests, in correct order, shall share in a profit split.

(10) If there is a dead heat for third involving:

- a. contestants representing three or more betting interests, all of the wagering combinations correctly selecting the first two finishers, in correct order, and the three dead heated betting interests, irrespective of order, shall share in a profit split.
- b. contestants representing two betting interests, both of the wagering combinations selecting the first two finishers, in correct order, and the two dead heated betting interests, irrespective of order, along with the fifth place betting interest shall share in a profit split.

(11) If there is a dead heat for fourth, all wagering combinations correctly selecting the first three finishers, in correct sequence, along with any two of the betting interests involved in the dead heat for fourth, irrespective of order, shall share in a profit split.

- (12) If there is a dead heat for fifth, all wagering combinations correctly selecting the first four finishers, in correct sequence, along with any of the betting interests involved in the dead heat for fifth shall share in a profit split.
- (13) In the event that more than one component of a coupled entry or mutuel field finishes within the first five positions, the first member of the coupled entry or mutuel field to finish shall determine the position of the single betting interest. The net pool shall be distributed to those whose selection included the coupled entry or mutuel field and each of the other four betting interests.

#### Y. 123Racing Pick (n) Wager Pool

- (1) The '123RACING PICK-N' is a pari-mutuel wager that requires the selection of one runner from each contest in a series of specific contests comprising the 123RACING PICK-N pool ("123RACING pool"). 'N' denotes the number of designated contests in that pool.
- (2) Four is the minimum number of contests required to offer a 123RACING Pick-N pool.
- (3) If a 123RACING Pick-N pool is reduced to fewer than 4 completed contests, the 123RACING Pick-N pool will be cancelled and all wagers will be refunded.
- (4) Each wager is automatically assigned to a unique wager ID by the host totalizator platform, and is allocated "points" in each contest.
- (5) Points are allocated for winning selections of contestants that finish in the 1st, 2nd or 3rd position in the official results for each contest and have a pari-mutuel pay-out associated with its finish. Points scored will be equivalent to adding the pari-mutuel pool host pay-outs for the Win, Place and Show wager on that selection (i.e. \$2 Win, \$2 Place and \$2 Show wagers).
- (6) Points are accumulated after each contest in the 123RACING Pick-N pool and displayed on a leaderboard shown at betting venues and online.
- (7) Each 123RACING Pick-N wager is assigned a unique identifier/nickname associated with the serial number of the ticket or account wager record. This unique identifier/nickname is used to identify the wagers' progress on the leaderboard display.
- (8) The unique 123RACING Pick-N wagers with the highest points scores after the last designated contest share in the pay-outs of the net pool according to subsection (14) of this section.

- (9) After each leg of the contests comprising the 123RACING Pick-N wager, the leaderboard displays the points accumulated from that leg and the cumulative points of each player and their ranking in the 123RACING Pick-N pool. After the final contest comprising the 123RACING Pick-N, the leaderboard displays the final result and pay-outs for the 123RACING Pick-N pool.
- (10) Where a selection in a 123RACING Pick-N wager does not finish in 1<sup>st</sup>, 2<sup>nd</sup> or 3<sup>rd</sup> in the official results or the selection was a non-wagering interest, no Points are scored.
- (11) The 123Racing Pick-N wager is not eliminated if a selection does not score points.
- (12) Wagering on the 123RACING Pick-N pool shall close at the start of the first designated contest in the 123RACING Pick-N pool. Participants are not permitted to cancel a 123RACING Pick-N wager after the 123RACING Pick-N pool has closed.
- (13) 100% of the net 123RACING Pick-N pool is paid out upon completion of all designated contests in the 123RACING Pick-N pool.
- (14) The distribution of the 123RACING Pick-N pool is based on the winning wager(s) in the following order of precedence:

-----

(a) Single winners of the 123RACING Pick-N pool

The highest scoring single wager in the 123RACING pool receives 60% of the Net Pool.

The 2<sup>nd</sup> highest scoring single wager receives 30% of the Net Pool.

The 3<sup>rd</sup> highest scoring single wager receives 10% of the Net Pool.

-----

(b) If there are two 123RACING Pick-N wagers that score the highest points then those two winning wagers share 90% (60% + 30%) of the Net Pool equally divided between the two winning wagers and the 2<sup>nd</sup> highest scoring single wager receives 10% of the Net Pool.

-----

(c) If there are 3 or more winning wagers scoring the same highest points 100% of the Net Pool is equally divided amongst each winning wager. This shall be done consistent with the minimum pari-mutuel payouts of the jurisdiction in which the wager was hosted.

-----  
(d) If there is a single wager with the highest points total, and two or more wagers with the second highest points total, the highest scoring wagaer will receive 60% of the Net Pool, and the second highest points wagers share 40% of the Net Pool equally divided by the two or more wagers, as the case may be, that scored the second highest points total.

---

(e) If there is a single wager with the highest points total, and a single wager with the second highest points total, and two or more wagers with the third highest points total, the highest scoring wager will receive 60% of the Net Pool, the second highest point wager will receive 30% of the Net Pool, and the third highest point wagers will share 10% of the Net Pool equally divided by the two or more wagers, as the case may be, that scored the third highest point total.

---

- (15) Subject to subsection (3), if a single contest included as part of a 123RACING Pick-N pool is cancelled or declared a “no contest”, the net pool shall be distributed based on the results of the other designated contests included in the pool.
- (16) Coupled entries or mutuel fields, as defined within the rules and regulations of the Commission, shall race in any 123RACING Pick-N contest as a single betting interest for purposes of the 123RACING Pick-N pool calculations.
- (17) A scratch after wagering on the 123RACING Pick-N has begun of any betting interest of a coupled entry or mutuel field selection in said 123RACING Pick-N contest shall be of no effect with respect to the status of such remaining entry and/or field as a viable wagering interest, unless in conflict with the wagering rules in the host track jurisdiction
- (18) Should a betting interest in any of the 123RACING Pick-N contests be scratched, the post-time favorite, as evidenced by total amounts wagered in the Win pool at the host association for the contest at the close of wagering on that contest shall be substituted for the scratched betting interest for all purposes, including pool calculations. In the event that the Win pool total for two or more favorites is identical, the substitute selection shall be the betting interest with the lowest program number. The totalizator shall produce reports showing each of the wagering combinations with substituted betting interest which became winners as a result of the substitution in addition to the normal winning combination.
- (19) The takeout and the pool distribution for a 123RACING Pick-N pool shall be set by the host association and approved by the host regulatory commission.