

New Code funding model

- Tasracing will introduce a new code funding model on 1 July 2011 for the 2011/12 financial year.
- The new funding formula will recognise and reward the performance of each of the codes.
- The revised allocation has been arrived at following extensive analysis and consultation.

Tasracing has completed a comprehensive review of the funding model for the thoroughbred, harness and greyhound codes in Tasmania.

The model delivers appropriate and equitable funding to the industry. It was developed following considerable research, including local industry analysis, a review of interstate funding models, stakeholder discussions and an assessment of the economic impact of any changes.

In developing the model, Tasracing has recognised the link between national wagering and revenue through race field fees.

As wagering turnover may be impacted by issues beyond the control of the industry, a three-year rolling average of national wagering turnover has been applied. Some codes have the ability to conduct more meetings and therefore generate higher wagering turnover. This has also been applied to the new funding model.

Tasracing recognises that the funding model must provide certainty and stability for industry. As a result the model includes a fixed allocation (fixed for three years from 1 July 2011).

Factors considered for the fixed component include but are not limited to the relative cost of participants in each code, the economic impact of each code, popularity of each code in all states and TOTE Tasmania's wagering trends on all national product.

The funding model provides an equitable and reward-based platform that will contribute towards each code of racing's ongoing prosperity.

