



MEETING OF THE HRA EXECUTIVE

Subject:	ITEMS FOR DECISION
Date:	29 May 2020
Meeting Date:	1 June 2020
Submission By:	Andrew Kelly

2. BREEDING LEVIES

The concept of a breeding levy has been discussed in recent Executive Meetings, with the discussion primarily about a flat 15% levy on North American shuttle stallions and/or imported semen. There was some suggestion this could raise upward of \$3.2m on current figures, however, internal analysis puts this at circa-\$2.6m.

While unsure of any legal impediments (relating to taxation and protectionism), critical to the introduction is the reasoning for it. This will help determine the quantum of funds required, and which (potentially other) mechanisms might be useful to raise the required sum.

To this end, the Australian Standardbred Breeding Panel Report was provided to the Executive recently. This report provided a number of potential options to raise funds via breeding activities which were in turn designed to fund and support the Australia harness racing industry – and particularly breeding, Mostly rejected, particularly by the Breed Associations, ultimately the only recommendation which was introduced was the Clearance Fee (Import Fee) – but in a way where this was collected by HRA, it was mostly distributed back to the States for investment in breeding incentives or activities.

One of the options presented within the Breeding Panel Report was a new Stallion registration formula. This overcame any potential legal issues by treating all Stallions the same, but had a

SIRE NAME	Frozen or Shuttle	Fee ex GST	0-50	51-100	51-100 @3% SF	101-150	151-200	151-200 @4% SF	201+	201+ @6% SI	Total from Services	Total Payable
T LOU USA	232	\$ 7,500	50	50	11,250	50	15,000	50	18,750	32	14,400	\$ 66,900
YS B MIKI USA	197	\$ 6,364	50	50	9,545	50	12,727	47	14,955			\$ 43,591
ICAN IDEAL USA	188	\$ 10,000	50	50	15,000	50	20,000	38	19,000			\$ 64,000
N ROLL HEAVEN USA	142	\$ 7,273	50	50	10,909	42	12,218					\$ 30,400
SWRITER USA	140	\$ 4,000	50	50	6,000	40	6,400					\$ 16,400
US NZ	132	\$ 9,000	50	50	13,500	32	11,520					\$ 34,020
WITH JOE USA	115	\$ 6,000	50	50	9,000	15	3,600					\$ 18,600
NBYTHESEASIDE USA	108	\$ 6,000	50	50	9,000	9	2,160					\$ 17,160
NG LINE USA	97	\$ 6,318	50	47	9,614							\$ 16,432
RS DELIGHT USA	95	\$ 25,000	50	45	33,750							\$ 58,750
EAD USA	74	\$ 5,000	50	24	3,600							\$ 8,600
INE BEACH USA	72	\$ 3,636	50	22	2,400							\$ 6,036
KNROLL DANCE USA	71	\$ 4,545	50	21	2,864							\$ 7,409
RTHANCHEDDAR USA	67	\$ 4,000	50	17	2,040							\$ 6,040
INTREACHEROUS (US)	67	\$ 35,455	50	17	7,882							\$ 23,336
R PATRICK (US)	65	\$ 9,000	50	15	4,050							\$ 13,050
AWEE NEEDY CA	61	\$ 3,500	50	11	1,155							\$ 4,655
ATCHING USA	51	\$ 4,545	50	1	136							\$ 4,682
ORION ATM USA	38	\$ 2,727										\$ 2,727
LOSURE (NZ)	33	\$ 2,500										\$ 2,500
TIAN K (SWE)	28	\$ 4,800										\$ 4,800
N BLUE CHIP USA	26	\$ 4,000										\$ 4,000
HE DRAGON (US)	25	\$ 5,455										\$ 5,455
THE HILL CA	25	\$ 7,000										\$ 7,000
OU (FRA)	24	\$ 9,000										\$ 9,000
BEACHSOMEWHERE USA	19	\$ 12,000										\$ 12,000
COL THE MOMENT (US)	17	\$ 4,000										\$ 4,000
E MASS USA	17	\$ 6,000										\$ 6,000
AD USA	16	\$ 4,000										\$ 4,000
D QUICK (FRA)	10	\$ 7,000										\$ 7,000
ER HALL (US)	9	\$ 6,500										\$ 6,500
R JET (FRA)	9	\$ 5,000										\$ 5,000
AL LANDING (US)	9	\$ 15,000										\$ 15,000
IN (US)	7	\$ 9,000										\$ 9,000
E WITHYOU	7	\$ 3,182										\$ 3,182
WIND FRANK (US)	7	\$ 6,000										\$ 6,000
HALL (US)	5	\$ 3,000										\$ 3,000
ROLL HANOVER USA	5	\$ 3,000										\$ 3,000
TY FOR LIFE (US)	5	\$ 3,000										\$ 3,000
IG STONE (US)	4	\$ 4,000										\$ 4,000
CHUCKY (US)	4	\$ 3,000										\$ 3,000
E HILL (US)	4	\$ 25,000										\$ 25,000
DO VICI (FRA)	4	\$ 9,000										\$ 9,000
ANTHEWAY	3	\$ 3,636										\$ 3,636
D (US)	1	\$ 2,000										\$ 2,000

Services Frozen or Shuttle: 2,339 306,436 \$ 151,695 \$ 83,625 \$ 52,705 \$ 14,400 608,861 915,298

Services All: 4,574
51%

SIRE NAME

Frozen or Shuttle	Fee ex GST	0-50	51-100	51-100 @5% SF	101 - 150	101-150 @7.5% SF	151-200	151-200 @10% SF	201+	201+ @15% SF	Total from Services	Total Payable
232	\$ 7,500	50	50	18,750	50	28,125	50	37,500	32	36,000	120,375	\$ 127,875
197	\$ 6,364	50	50	15,909	50	23,864	47	29,909			69,682	\$ 76,045
188	\$ 10,000	50	50	25,000	50	37,500	38	38,000			100,500	\$ 110,500
142	\$ 7,273	50	50	18,182	42	22,909					41,091	\$ 48,364
140	\$ 4,000	50	50	10,000	40	12,000					22,000	\$ 26,000
132	\$ 9,000	50	50	22,500	32	21,600					44,100	\$ 53,100
115	\$ 6,000	50	50	15,000	15	6,750					21,750	\$ 27,750
109	\$ 6,000	50	50	15,000	9	4,050					19,050	\$ 25,050
97	\$ 6,818	50	47	16,023							16,023	\$ 22,841
95	\$ 25,000	50	45	56,250							56,250	\$ 81,250
74	\$ 5,000	50	24	6,000							6,000	\$ 11,000
72	\$ 3,636	50	22	4,000							4,000	\$ 7,636
71	\$ 4,545	50	21	4,773							4,773	\$ 9,318
67	\$ 4,000	50	17	3,400							3,400	\$ 7,400
67	\$ 15,455	50	17	13,136							13,136	\$ 28,591
65	\$ 9,000	50	15	6,750							6,750	\$ 15,750
61	\$ 3,500	50	11	1,925							1,925	\$ 5,425
51	\$ 4,545	50	1	227							227	\$ 4,773
38	\$ 2,727	50	1									\$ 2,727
32	\$ 2,500	50										\$ 2,500
28	\$ 4,800	50										\$ 4,800
26	\$ 4,000	50										\$ 4,000
25	\$ 5,455	50										\$ 5,455
25	\$ 7,000	50										\$ 7,000
24	\$ 9,000	50										\$ 9,000
19	\$ 12,000	50										\$ 12,000
17	\$ 6,000	50										\$ 6,000
17	\$ 6,000	50										\$ 6,000
16	\$ 3,000	50										\$ 3,000
10	\$ 7,000	50										\$ 7,000
9	\$ 6,500	50										\$ 6,500
9	\$ 5,000	50										\$ 5,000
9	\$ 15,000	50										\$ 15,000
9	\$ 9,000	50										\$ 9,000
7	\$ 3,182	50										\$ 3,182
5	\$ 6,000	50										\$ 6,000
5	\$ 3,000	50										\$ 3,000
5	\$ 3,000	50										\$ 3,000
5	\$ 3,000	50										\$ 3,000
4	\$ 4,000	50										\$ 4,000
4	\$ 3,000	50										\$ 3,000
4	\$ 25,000	50										\$ 25,000
3	\$ 9,000	50										\$ 9,000
3	\$ 3,636	50										\$ 3,636
1	\$ 2,000	50										\$ 2,000

Services Frozen or Shuttle: 2,339 306,436

Services All: 4,574

Total: 51%

\$ 252,825	\$ 156,798	\$ 105,409	\$ 36,000	\$ 857,468	\$ 1,163,905
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