







A M E R I C A N HORSE COUNCIL

Annual Report



A M E R I C A N HORSE COUNCIL

President's Letter

Thank you for allowing me to serve in this wonderful organization, and what an exciting time to be in a leadership role with the AHC.



In 2017, the AHC Board set our strategic direction for the near future by defining organizational objectives. We will strengthen our governance structure to ensure effectiveness and engagement of all stakeholders. We look to convene the industry to share knowledge and foster unity and collective action. We will explore emerging topics and continue to amplify our resources. And we will expand understanding and appreciation for the industry by promoting the National Economic Impact Study and raising our voice on issues important to us all.



The enclosed report outlines some achievements and progress in selected key areas over the past year and some extraordinary resources that made them possible. In addition, the report provides an update on the status of our financials. I'll add that we are very pleased that our quarterly webinars were widely attended at AHC was invited to speak at over 20 conferences/events in 2017. Our committees continued to keep on top of issues, legislations, and policy that impact your work and lives. And our new internship program proved that the future of the industry is bright by identifying, supporting and spotlighting some young great minds.

We have a busy year in front of us and I am challenging each and every one of you to take this year to truly focus on our mission to advocate for the social, legislative and economic interests of the equine industry. Further, I challenge you to find ways to encourage others to support the AHC and the work we do every day to keep this industry viable, sustainable and strong. It is our responsibility to find ways to educate those around us about the knowledge, benefits and value that we bring to the greater community and economy.

From myself, our Board Officers, Board of Trustees and great staff, thank you for your membership and support.



Sincerely,

Julie M Grodnay

Julie M. Broadway, CAE President

Board of Trustees

AMERICAN HORSE COUNCIL



Dr. Jerry Black Chairman

American Association of Equine Practitioners



James Gagliano Vice-Chairman

The Jockey Club



Dr. Glenn Blodgett

American Quarter Horse Association



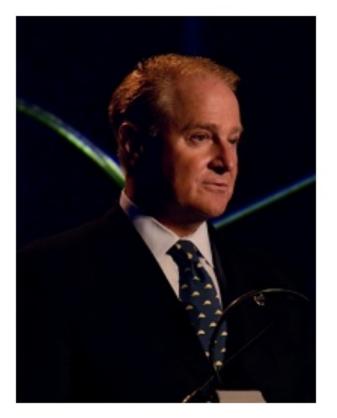
Marilyn **Brever-Bertera**

United States Trotting Association



Craig Huffhines Secretary

American Quarter Horse Association





The Jockey Club



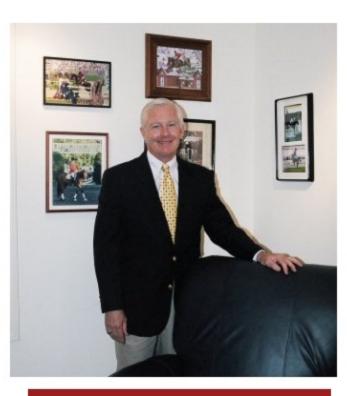


American **Association of** Equine Practitioners



Don Marean

United States Trotting Association



Dr. Richard Mitchell

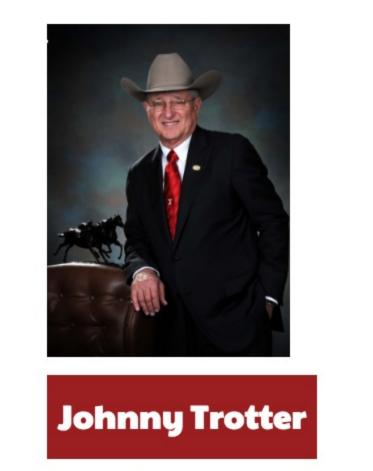
> **United States** Equestrian Federation



Chrystine Tauber

United States Equestrian Federation













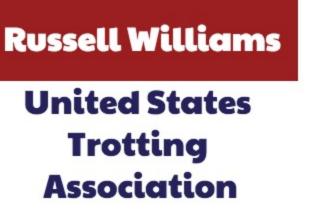


Keeneland Association **American Quarter Horse Association**

Alex Waldrop

National Thoroughbred **Racing Association**





Joe Wilson

Thoroughbred **Racing Associations** of North America

AMERICAN HORSE COUNCIL AHC Staff and Advisory Committees

AHC Staff





Bryan Brendle Director, Policy & Legislative Affairs



Cliff Williamson Director, Health & Regulatory Affairs



Ashley Furst Director of Communications & Director, Unwanted Horse Coalition



Dennis Martinez Office Administrator

Advisory Committees

Animal Welfare

Dr. Tom Lenz, American Association of Equine Practitioners, Chairman

Alece Ellis, Friends of Sound Horses Alison Umberger, American Paint Horse Association Beth Podhajecki, Carriage Operators of North America Chuck Smith, National Cutting Horse Association David Foley, American Association of Equine Practitioners David Pruett, Walking Horse Owners' Association of America Dr. Jerry Black, AAEP, AHC Board of Trustees Robert Puetz, United States Polo Association Gary Carpenter, National Reining Horse Association Jed Pugsley, Professional Rodeo Cowboys Association Kathy Alm, Professional Association of Therapeutic Horsemanship Lee Sackett, Coalition of State Horse Council/Wisconsin Horse Council Nick Kohut, American Endurance Ride Conference Rob Burk, United States Eventing Association Dr. Steve Schumacher, United States Equestrian Federation Ward Stutz, American Quarter Horse Association

Horse Show

Gary Carpenter, National Reining Horse Association, Chairman

Bill Moroney, United States Equestrian Federation Billy Smith, American Paint Horse Association Bud Wills, Coalition of State Horse Councils/Pennsylvania Equine Council Darrell Bilke, Pinto Horse Association of America Glenn Petty, Arabian Horse Association Pete Kyle, American Quarter Horse Association Stephan Hienzsch, United States Dressage Federation Steve Taylor, Appaloosa Horse Club Tommy Hall, Walking Horse Owners' Association of America

Health & Regulatory

Dr. Richard D. Mitchell, Fairfield Equine Association (USEF), Chairman

Dr. Craig Barnett, Merck Animal Health Dr. Duane Barnett, American Endurance Ride Conference Dr. Jerry Black, AAEP, AHC Board of Trustees Jed Pugsley, Professional Rodeo Cowboys Association Jill Wagner, GlobalVetLINK Joe Santarelli, Mersant International Keith Kleine, American Association of Equine Practitioners Dr. Nat White, American Association of Equine Practitioners/EDCC Dr. Peter Timoney, The Jockey Club, University of Kentucky Dr. Scarlette Gotwals, Brook Ledge Horse Transportation Ward Stutz, American Quarter Horse Association

Resources:

Dr. D. Paul Lunn, North Carolina State University Dr. Linda Mittel, Cornell University Veterinary School Katherine Flynn, California Department of Agriculture

Racing

Alex Waldrop, National Thoroughbred Racing Association, Chairman

Alan Foreman, Thoroughbred Horsemen's Associations Bill Thomason, Keeneland Association Chauncey Morris, KTA/KTOB Dan Metzger, Thoroughbred Owners & Breeders Association David Foley, American Association of Equine Practitioners David Richardson, Maryland Thoroughbred Horsemen's Association Edward J. Martin, Association. of Racing Commissioners International Eric Hamelback, National HBPA Hank Zeitlin, Thoroughbred Racing Associations Janet Vanbebber, American Quarter Horse Association Joe Wilson, Thoroughbred Racing Associations Kathleen Anderson, Equine Veterinary Care, AAEP Katy Ross, Coalition of State Horse Councils/Kentucky Horse Council Lonny Powell, Florida Thoroughbred Breeders Matt Iuliano, The Jockey Club Mike Tanner, United States Trotting Association Moira Fanning, Hambletonian Society/Breeders Crown Tom Luchento, Harness Horsemen International

Recreation, Trails and Public Lands

Jim McGarvey, Back Country Horsemen of America, Chairman

Monica Chapman, American Endurance Ride Conference Holly Groshek, Equine Land Conservation Resource Craig Huffhines, American Quarter Horse Association Randy Rasmussen, Back Country Horsemen of America Dee Dee Miller Sale, Walking Horse Owners' Association of America Gwen Wills, Coalition of State Horse Councils, Pennsylvania Equine Council

Membership Task Force

Gary Carpenter, National Cutting Horse Association Christy Landwehr, Certified Horsemanship Association Kevin Price, United States Hunter Jumper Association Michael Tanner, United States Trotting Association Theresa Woods, United States Pony Club

Horse Protection Act Working Group

David Pruett, Walking Horse Owners Association of America Gary Carpenter, National Cutting Horse Association Glenn Petty, Arabian Horse Association Dr. Jerry Black, American Association of Equine Practitioners Sherry Cole, American Morgan Horse Association Dr. Tom Lenz, American Association of Equine Practitioners

Policy & LegislativeAMERICAN2017 Year in Review HORSE COUNCIL

Policy & Legislative Issues

Equine Assisted Therapy (EAT)

Supported **\$5 million** in increased funding for EAT through Fiscal Year (FY) 2018 appropriations legislation. This provision is intended to increase the availability of funds at the Department of Veterans' Affairs to support EAT within the context of the Adaptive Sports program.



Advocated for key provisions in the Tax Cuts and Jobs Act of 2017

Tax rate for corporations, from **35% 21%**

Tax breaks for racehorses in the form of bonus depreciation, from 50% — 100%

Doubling of the exemption thresholds for the estate tax

IRS "Winnings" Rule

The Internal Revenue Service (IRS) released final rules to reform federal withholding and **reporting requirements for pari-mutuel winnings**. The new rule arises from a rule-making initiated in late 2016, on which the equine industry submitted comments, laying the groundwork for new flexibility and reduced tax burdens.

Recreation Not-Red-Tape (RNR) Act



Legislation that would **increase the role of volunteers** in the maintenance of lands managed by the Bureau of Land Management (BLM), and streamline the process for necessary permits to ensure maintenance on trails is completed.

Three-Year Depreciation

Industry continues to advocate for extension of this important incentive for 2017 and beyond. Budget bills and so-called "continuing resolutions" open many opportunities and legislative vehicles to carry this valuable measure for industry.



AHC supports **Rep. Yoho's (R-FL)** and **Rep.** Schrader's (D-OR) bipartisan leadership in sponsoring the **PAST Act** (H.R. 1847). The legislation has won bipartisan co-sponsorship from 60% of the House of Representatives. AHC's advocacy in the Senate includes a focus on **Sen**. Mike Crapo (R-ID) and Mark Warner (D-VA), among others, as champions for a companion bill.

Guest Worker Visas

AHC continues to lobby for "cap relief" within the H-2B visa program, and a reformed agriculture visa program that will address the growing labor shortage in the horse industry.



Health & Regulatory 2017 Year in Review AMERICAN HORSE COUNCIL

Health & Regulatory Issues



Attended by APHIS Administrator Kevin Shea and Dr. Jack Shere, USDA's Chief Veterinary Officer. **15** equine industry leaders shared **25 key issues** of importance. Both Shea and Shere expressed willingness to collaborate with the industry to address the issues.



The National Equine Health Plan (NEHP)

was made public this year on the EDCC website. The NEHP is intended to act as an educational resource to the entirety of the horse industry, detailing the framework that exists to prevent, prepare and respond to equine health issues. The NEHP also details the roles and responsibilities of those groups who participate, regulate and monitor the industry, be they owners, veterinarians or animal health officials.

Electronic Logging Device (ELD) and **Commercial Drivers License (CDL)**

Compliance with transportation regulations by the horse industry was called into question this year. AHC staff fielded thousands of calls and emails from concerned horse enthusiasts in regards to **CDL** and **ELD**. AHC was able to leverage congressional support to raise awareness of the horse industry with DOT and the unique nature of its transportation needs. AHC staff worked with the Department of Transportation to clarify which segments of the industry need to comply with current regulations and began developing strategies to address concerns.

Import Concerns

AHC staff discussed the issues facing shippers in the united states in respect to **importing and exporting horses** with the USDA throughout 2017. Several priority concerns were highlighted, including the lack of transparency within USDA regarding decision making process, lack of USDA field staff with sufficient expertise and the importance of collaboration between the industry and field staff. New staff, new procedures and improved stakeholder outreach has addressed many of these concerns.

Equine Disease Communications Center



The number of alerts has doubled in the last year. There has been a steady increase in the number of email recipients and Facebook followers since starting the EDCC. Forty three states and four Canadian provinces have submitted reports. The number of attending veterinarian submissions has also increased. A submission form as well as a website submission have

been added to the website to make submission easier.

A news page has been placed on the website. The will provide a site for new research and industry news. Currently a summary of Merck Animal Health's Biosurveillance report is posted on the site every two weeks. This is a resource for tracking disease prevalence in regions of the country.

2017 Numbers: **H** 315 alerts posted **404 outbreaks reported**



2017 Diseases Reported:

Coronavirus: 2 outbreaks Eastern Equine Encephalitis: 59 cases Equine Herpesvirus: 26 outbreaks **Equine Infectious Anemia:** 24 quarantines Equine Influenza: 1 case **Pigeon Fever:** 1 quarantine Potomac Horse Fever: 29 cases Rabies: 2 cases **Strangles:** 51 outbreaks West Nile Virus: 209 cases

For states where diseases were reported, please contact the EDCC directly

Communications & Membership 2017 AMERICAN HORSE COUNCIL Vection Review



followers

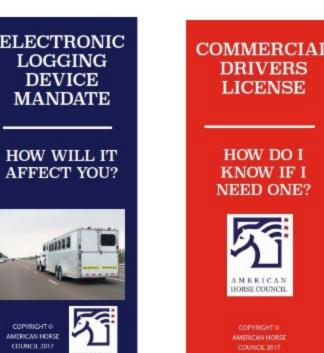
Most popular post AHC efforts to Address ELD Mandate 33,687 people reached

Electronic Logging Device mandate. Based on the information received, the AHC, in collaboration with the rest of the animal agriculture community, has requested that the Department of Transportation (DOT) grant a one-year enforcement delay followed by a waiver and limited exemptions from compliance with the December 18, 2017 implementation date for the Final Rule on Electronic Logging Devices (ELDs) and Hours of Service (HOS). Additionally, we requested that the DOT address the significant problems with the mandate that will occur if the compliance deadline is not extended. The welfare, safety, and health of the animals in transit, together with the safety of other drivers on the road, are top priorities for the equine industry and its enthusiasts.

Read more at the link below!



American Horse Council Efforts to Address ELD



ELD, CDL page most visited with 30,682 views

AmericanHorseCouncil @AmericanHorseCo · 28 Aug 2017 ooking to help those affected in Hurricane Harvey? @USequestrian has a disaster relief fund you can donate to:

1,461 followers 140,864



total tweet impressions

Most popular tweet

> Hurricane Harvey Help



Donate To the USEF Equine Disaster Relief Fund and Join US Equest... Support the Houston rescue efforts for the horses affected by Hurricane Harvey by donating to the USEF Equine Disaster Relief Fund. usef.org

Press/Emails

Press Releases: 37

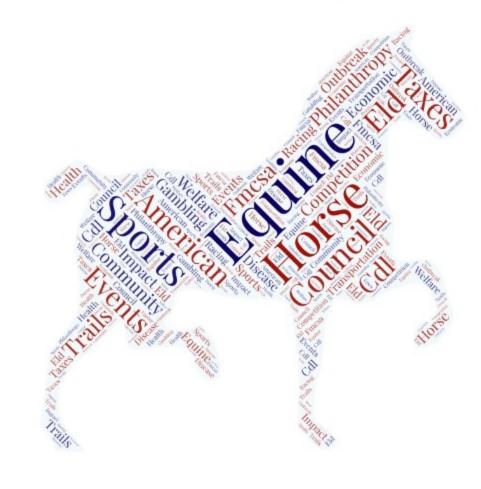
Washington Updates: 32

Press Coverage: 891 articles General AHC Member Notices: 38

Membership Data









Harketing & Communications

<u>Objective</u>: Communicate the economic and social benefits of the equine industry to the government, convey the value and benefits of the AHC to the industry, and promote the benefits of horse-related activities to the public.

Develop comprehensive communication plan to highlight the positive impact of the industry on the U.S. economy, using the 2017 Economic Impact Study and other relevant data.

Develop a communications plan to encourage Individual and Organizational support for the AHC and strengthen member awareness of the benefit of the AHC.

Explore the role and direction of the Marketing Alliance (Time to Ride): determine metrics for goal achievement and assess sustainability of funding.



<u>Objective:</u> Review the AHC's governance structure to ensure effectiveness in recruitment, collaboration, and engagement of all industry stakeholders.

Appoint a subcommittee to address bylaws for currency and relevance; examine both Board of Trustee and Committee structure policies. Examine the relationship/role the AHC has with State Horse Councils to leverage relations on legislative and regulatory matters. Develop processes that will strive to achieve consensus on key legislative and regulatory objectives among board and committees.

Identify and develop plans to address key logistical elements of timing of meetings, format, location and involvement of sponsors (board, members and industry)

categories to ensure effectiveness and equitable support by all members.

Review membership models and

Health & Welfare

<u>Objective</u>: Advocate for the health and well-being of horses by serving as a forum for discussion on welfare issues and sharing best practices.

Review and revise, as needed, the AHC Welfare Code of Practice to ensure relevancy and current philosophies.

Explore AHC's role in supporting an equine ID plan.

Explore AHC's role in addressing the wild horse and burro issue.

Identify ways to improve the public perception of horse care, utilization and welfare.

Explore avenues to improve or refine the import/export of horses across International borders. Research the industry's various positions on the horse processing issue to determine the appropriate role for the AHC.

Review the role of the UHC in promoting reliable retirement, retraining and rehoming as well as humane euthanasia where appropriate.



<u>Objective:</u> Be a trusted voice for the horse industry to the public and government authorities.

Synthesize and promote consensusbased AHC legislative and regulatory objectives. Identify and develop new methods to leverage membership for congressional advocacy.

Examine new methods and tools to publish and promote AHC objectives as appropriate.

Develop a plan to promote contributions to the PAC by AHC members. Facilitate opportunities to organize coalitions around legislative issues to increase influence.

Develop new approaches to educate membership and others about issues facing the horse industry. Better leverage the Annual Meeting as a venue to educate members on emerging legislative and/or regulatory issues facing the horse industry.

American Horse Council *Financial Snapshot*



Fiscal Year 2017 Financials

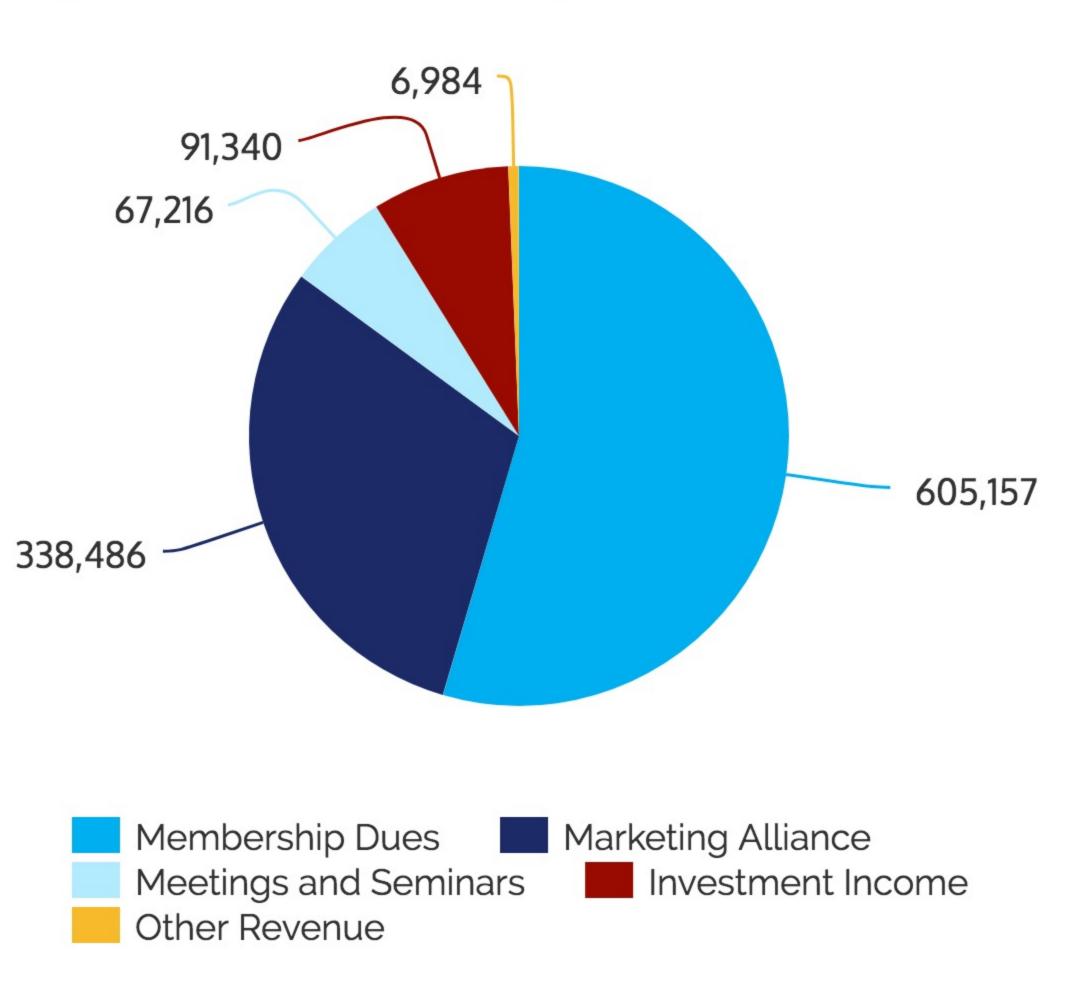
Summary for the American Horse Council (AHC), American Horse Council Foundation (AHCF), and Committee On Legislation and Taxation (COLT)

Total Revenues:

\$1,109,183

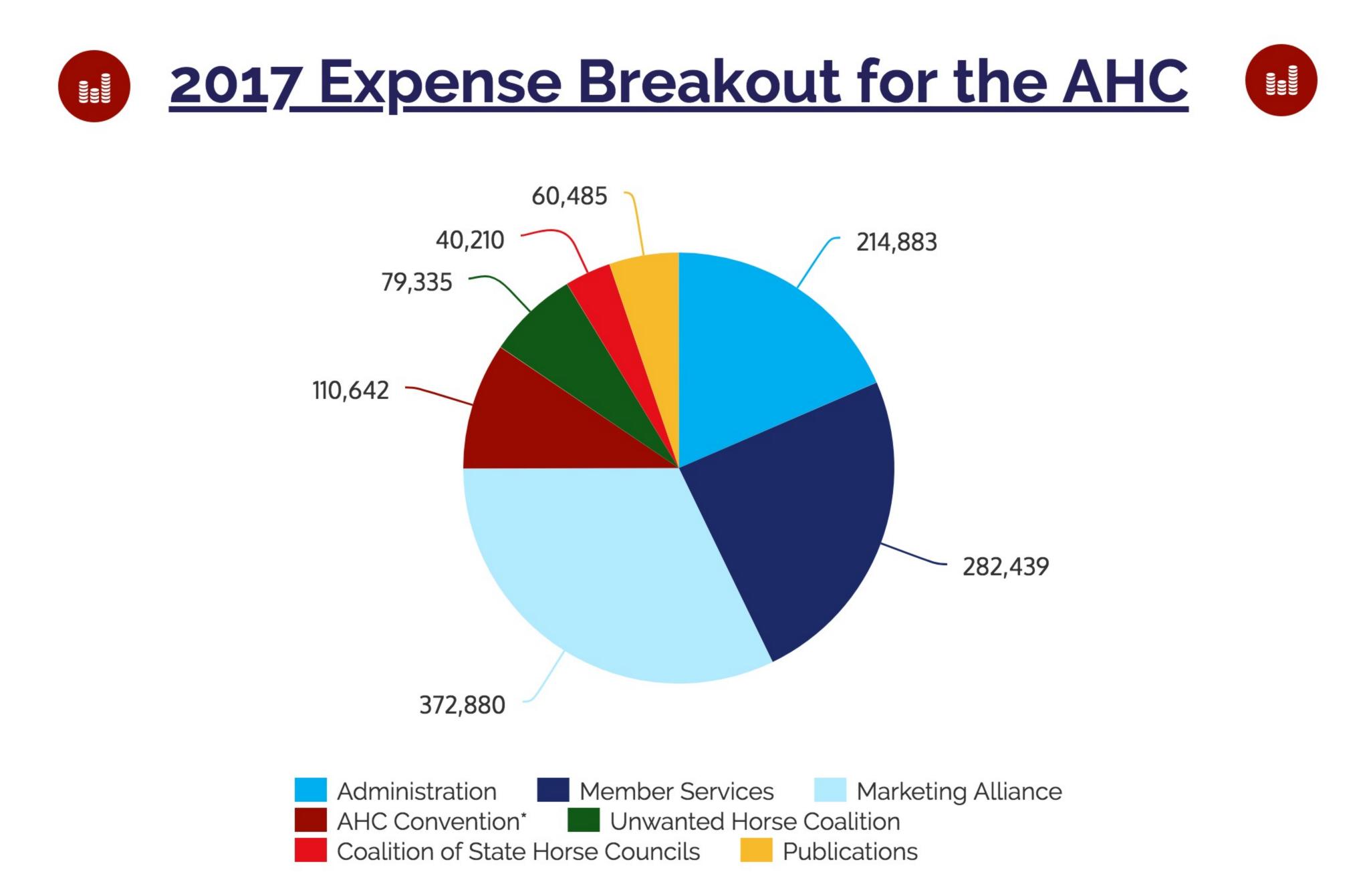
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S 2017 Revenue Breakout for the AHC





*includes investment income



:AHC Convention Expense includes staff time

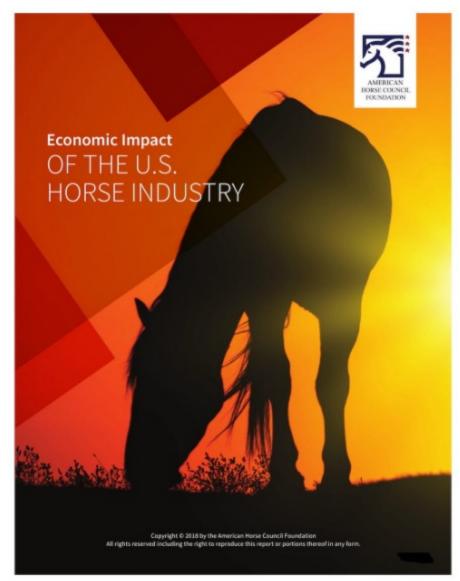
American Horse Council Foundation **Background & Financial Snapshot** HORSE COUNCIL

The American Horse Council Foundation (AHCF) is a 501(c)(3) non-profit that was formed in 1991 out of the need to encourage the support of worthwhile charitable, scientific and educational projects of interest and benefit to the American horse industry.

The mission of the AHCF is: to promote a healthful and enjoyable environment, social welfare level, and opportunities for those in the horse industry; to educate the public about the horse, horse care and the horse industry; to promote education through grants to individuals, programs, institutions, and organizations by the encouragement of research through these grants.

The AHCF has two major initiatives that work under its auspices: the Unwanted Horse Coalition and the updating of the National Economic Impact Study.





AMERICAN

FOUNDATION

Working together to help America's horses in transition

Founded in 2005, the **Unwanted Horse Coalition (UHC)** is a broad alliance of equine organizations that have joined together to educate the horse industry about the problem of the unwanted horse. It provides information for existing and prospective owners, breeders, sellers, and horse organizations regarding the long-term responsibilities of owning and caring for horses, as well as focusing on the opportunities available for these horses.

The mission of the UHC is to reduce the number of unwanted horses and to improve their welfare through education and industry collaboration.

Recently updated in 2017, the **Economic Impact Study** details the number of horses by state and in the US, industry spending activity, jobs created both directly and indirectly, number of participants in the equine industry, economic impact of industry segments such as racing, competition, recreation, equine assisted therapy, rescues and sanctuaries, and traditional working horses.

The American Horse Council Foundation is an exempt organization as described in Section 501(c)(3) of the Internal Revenue Code; EIN 52-1760034.

2017 AHCF Financial Overview

2017 Total Revenue*: \$573,929



2017 Total Expenses*: \$315,262

Net Profit/Loss: \$258,667

Net Assets at YE**: \$564,514

**includes revenue/expenses for both UHC, Operation Gelding and Economic Impact Study* **Net assets includes restricted funds for Impact Study to be completed in 2018





COLT is the registered Political Action Committee (PAC) of the American Horse Council. It was organized and registered with the Federal Election Commission (FEC) in 1978. COLT stands for Committee on Legislation and Taxation, and is a bi-partisan PAC.



COLT works to raise funds to support Congressional candidates friendly to the equine industry that are running for, or up for, election.



Funds for COLT can only be accepted from AHC members. As such, the AHC will solicit members once or twice a year for donations to COLT. Funds contributed to COLT are used exclusively to elect a pro-horse industry Congress. Any money contributed to COLT is kept separate from funds used to operate the AHC and may only be used towards contributions to the election efforts of members of Congress who have been supportive of the horse industry.

Contributions to COLT are not tax-deductible.



Net Assets at 2017 YE: \$2,290



Year In Review

WANTED HORSE COALITION Educate. Advocate. Collaborate.

Working together to help America's horses in transition

Visibility

Social Media



14,000 total tweet impressions

Website

Unwanted Horse Coalition Published by Ashley Furst [?] · August 7, 2017 · 🚱

Do you or someone you know have a horse that needs to be gelded? If so, look no further! The UHC has a voucher program that is easy to apply for, and there is still some funding available until September 20th! Get your applications in now! #OperationGelding #OwnResponsibly



Unwanted Horse Coalition's Operation Gelding Voucher Program The UHC's Operation Gelding Program now offers vouchers to assist with

getting your horse(s) gelded! Voucher applications must be submitted for... UNWANTEDHORSECOALITION.ORG

Press Coverage Top Sources the HC





32,324 pageviews 82% from 2016



mentioned the UHC in 2017



Top Themes

Education **New Materials Published**

Is Horse Ownership Right for Me?

What are the Costs of Horse Ownership?

How to Pick the Perfect Horse

I Can No Longer Care For My Horse. What Options are Available?

Estate Planning A Guide for Horse **Owners**



Operation **Voucher Program** Gelding stallions 319 gelded Clinics 25% 428 stallions Donkeys gelded 20% 41% **747 total** Quarter Quarter gelded Horses Horses





FUNCIUNE

Grants and Foundation Support for Operation Gelding UHC Membership

S10,000 AAEP Foundation

\$100K from DeWitt Community Foundation was dispersed by September 2017 \$2,000 in individual donations

21 member organizations 1 member organization

2017 UHC Revenue*: \$44,624

2017 UHC Expenses*: \$39,179 Net **Profit/Loss:** \$5,445

*Revenue shown does not reflect grants and monies received for Operation Gelding; Expenses do not show reimbursements for Operation Gelding

Year In Review AHC Marketing Alliance



Time To Ride

2017 Time to Ride Challenge



Challenge Impact

36%

Phase I

- Expose as many Newcomers as possible the benefits of horses through Challenge Events and Experiences that encourage Newcomers to take the first step towards a connection with horses

1,008 events hosted



22,152 newcomers were introduced to

183 Hosts

a horse



Phase II

- Objective for Phase II is to encourage as many Newcomers that participated in a Phase I Challenge Event to return to the Host for a Follow-up Experience that helps the Newcomer become regularly involved in horse activities.

1,601 return experiences



in prospective client inquiries

1,500 hands-on hours

Challenge Association Program (CAP)

19 associations and organizations participated

16 had active Challenge hosts

12 had Challenge hosts that placed in either Phase I, Phase II or both

Over \$6,500 worth of additional cash and prizes awarded to their Challenge hosts!

Initiative Exposure

NRHA Winter Meeting CSU Equine Sciences Capstone, Spring and Fall AQHA Convention: Marketing & Membership and Recreational Riding Committees Equine Affaire UKY Ag Equine Programs Summit AHC Webinar **New Program** AQHA State Affiliate Conference Breyer Pony UP! event St. Louis National Charity Horse Show event Northern Kentucky Horse Network Texas A&M Animal Science Careers class

Pledge to Take a Friend Riding

Activate amateur owner/recreational rider and be eligible to win the Grand prize: Horse Crazy trip to Kentucky

876 entries

Take the Time to Ride Pledge! Want to ride in a clinic with Dan Jo



Thanks to <u>Time To Ride</u>, if you pledge to Take a Friend Riding, you could win a trip for t to Kentucky including a clinic spot! Share the joy of riding with a non-horsey friend and you could win big - simply for helping her learn about riding and how to get started in the orld of horse NO PURCHASE NECESSARY. Ends 9/16/17. To enter and for complete details, visit

Take the Pledge



martinoflynn





The AHC attended a variety of meetings for industry associations and organizations in 2017.

We invite you to contact the AHC if you are interested in having a representative speak at your next conference or meeting.





American Horse Council 1616 H Street NW, 7th Floor Washington, DC 20006 202.296.4031 www.horsecouncil.org info@horsecouncil.org