

RULE 32: SALE CAPS

a. Definitions. For the purposes of this Rule 32:

1. “Sale Cap” shall mean the maximum award allocable to a particular auction animal.
2. “Auction Scholarship” shall mean that part of a Sale Cap that is specifically allocated to the Exhibitor’s post high school education or training.
3. “Exhibitor” shall mean the owner of the animal who exhibits it at the Pasadena Livestock Show.
4. “Excess” shall mean that amount of money to be placed in the PLS&R endowment fund after deduction of eight percent (8%) of the gross amount as withholding under Rule 30j and after payment of the Sale Cap as defined herein. Excess may also mean the amount by which the sale price for an animal exceeds the amount bid or the Sale Cap (whichever is less) for the grand or reserve champion of that species as the case may be after deduction of the eight percent (8%) withholding as provided by Rule 30j.

b. Sale Caps

1. Sale Caps are hereby established as follows:

	GRAND CHAMPIONS		RESERVE CHAMPIONS	
	Cash Amount	Auction Scholarship	Cash Amount	Auction Scholarship
Steers	\$30,000.00	\$15,000.00	\$20,000.00	\$10,000.00
Goats	\$ 7,000.00	\$ 2,500	\$ 5,000.00	\$ 1,500
Hogs	\$12,000.00	\$ 2,500	\$ 7,000.00	\$ 1,500
Lambs	\$ 7,000.00	\$ 2,500	\$ 5,000.00	\$ 1,500
Broilers	\$ 5,000.00	\$ 2,500	\$ 4,000.00	\$ 1,500
Rabbits	\$ 5,000.00	\$ 2,500	\$ 4,000.00	\$ 1,500
Turkey Hens	\$ 5,000.00	\$ 2,500	\$ 4,000.00	\$ 1,500
Turkey Toms	\$ 5,000.00	\$ 2,500	\$ 4,000.00	\$ 1,500
Floral Design	\$ 3,000.00	\$ 1,500	\$ 2,000.00	\$ 750
Ag Mechanics	\$ 3,000.00	\$ 1,500	\$ 2,000.00	\$ 750

2. No part of the Sale Cap is guaranteed.
3. The eight percent (8%) withholding provided for by Rule 30j will be calculated based upon the gross sales amount without regard to the Sale Cap.

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4. An exhibitor may not receive more monies for the Reserve Champion of any species than the Grand Champion of the same species. The exhibitor of an exhibit placing below the Reserve Champion of a species may not receive more monies than the Reserve Champion of the same species. In the event that the Sale price for an animal should exceed the Sale Cap, the excess shall be placed in the endowment fund. In the event that the Sale Price for any animal should be greater than the amount bid or the Sale Cap (whichever is less) for the Grand Champion or Reserve Champion of the species, the excess shall be placed in the endowment fund.
- c. Sale Cap Application.
1. The PLS&R has established foregoing Sale caps for all eligible Exhibitors. The Sale Cap amount is the most that an Exhibitor will receive or should expect to receive minus the eight percent (8%) paid to PLS&R.
 2. The Grand Champion and Reserve Champion Exhibitors may receive a cash amount and an Auction Scholarship not to exceed the specified Sale Cap. The Auction Scholarship will be in the name of the exhibitor.
 3. The Exhibitor must notify the PLS&R office of date of high school graduation and be enrolled in a qualifying institution and curriculum within 12 months of the date of his/her graduation from high school. Exhibitor must provide receipts of expenses for reimbursement. All monies must be paid within 4 years of graduation from high school.
 4. Should an Exhibitor who is entitled to receive an Auction Scholarship fail to submit date of graduation and/or proof of registration to a qualifying institution and curriculum, the balance of the unpaid Auction Scholarship shall be placed into the endowment fund.
 5. The Excess not claimed of an Auction Scholarship will be placed into the endowment fund.
 6. Any interest that may accrue on an Auction Scholarship account will be paid into the endowment fund and not to the Exhibitor.
 7. There are hereby created and recreated an endowment fund and general scholarship fund to give effect to Rule 32.c.6. The general scholarship fund will be administered annually by the scholarship committee. The Executive Board will have control and management of the endowment fund subject to approval of the Board of Directors.