By: Representative Smith (27th)

To: Ways and Means

HOUSE BILL NO. 744

AN ACT TO LEGALIZE PARI-MUTUEL WAGERING ON HORSE RACES; TO 1 2 CREATE THE MISSISSIPPI HORSE RACING COMMISSION; TO PROVIDE FOR A 3 LOCAL ELECTION ON THE ISSUE OF WHETHER HORSE RACING SHALL BE 4 CONDUCTED IN THE LOCALITY; TO SET FORTH THE DUTIES OF THE COMMISSION; TO PROVIDE FOR THE OPERATION OF A RACETRACK OR RACE 5 6 MEETING SCHEDULE; TO AUTHORIZE THE COMMISSION TO PROMULGATE RULES 7 ON PARI-MUTUEL WAGERING; TO PROVIDE THAT THE PROVISIONS OF THIS ACT SHALL NOT APPLY TO CERTAIN RACES; TO PROVIDE FOR THE METHOD OF 8 PARI-MUTUEL WAGERING; TO PROVIDE FOR DISTRIBUTION OF FUNDS; TO 9 AUTHORIZE CERTAIN FUNDS TO BE DEPOSITED IN A TRUST FUND; TO 10 11 PROVIDE THAT A PERSON SHALL BE GUILTY OF A MISDEMEANOR FOR CONDUCTING WAGERING NOT AUTHORIZED BY THIS ACT; TO PROVIDE THAT 12 ANY PERSON WHO ENGAGES IN THE PRACTICE OF GAMBLING SHALL BE 13 14 INELIGIBLE TO OPERATE A RACETRACK; TO PROVIDE THAT A PERSON SHALL 15 BE GUILTY OF A FELONY FOR PREARRANGING RESULTS OF A RACE; TO 16 PROVIDE THAT A PERSON SHALL BE GUILTY OF A FELONY FOR UNLAWFUL TRANSMISSION OF RACE RESULTS; TO PROVIDE THAT A PERSON SHALL BE 17 18 GUILTY OF A MISDEMEANOR FOR UNLAWFULLY PURCHASING PARI-MUTUEL 19 TICKETS; TO RESTRICT MINORS FROM RACES; TO AUTHORIZE THE COMMISSION TO APPROVE COMPUTATIONAL EQUIPMENT; TO ALLOW THE COMMISSION TO EMPLOY SECURITY FORCES; TO ALLOW THE COMMISSION TO 20 21 22 ADOPT REGULATIONS PROHIBITING THE USE OF DRUGS ON THE ANIMALS; TO 23 PROVIDE THAT CERTAIN INDIVIDUALS ARE NOT LIABLE FOR ENFORCEMENT OF THIS ACT; TO AUTHORIZE THE COMMISSION TO REVOKE OR SUSPEND AN 24 ASSOCIATION'S CERTIFICATION FOR FAILURE TO COOPERATE WITH THE 25 26 COMMISSION; AND FOR RELATED PURPOSES.

27 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 28 <u>SECTION 1.</u> This act legalizes wagering on horse races under 29 the form of mutuel wagering by patrons known as "pari-mutuel 30 wagering" to the extent that the wagering is conducted strictly in 31 conformity with this act.

32 <u>SECTION 2.</u> (1) There is created the Mississippi Horse 33 Racing Commission, referred to in this act as "commission," 34 composed of three (3) commissioners, each being residents of the 35 state for at least ten (10) consecutive years immediately before 36 appointment. The Governor, Lieutenant Governor and State Auditor 37 shall each appoint one (1) commissioner. The Governor's initial 38 appointee shall serve a term of two (2) years; the Lieutenant

39 Governor's initial appointee shall serve a term of four (4) years; 40 and the State Auditor's initial appointee shall serve a term of six (6) years. Commissioners appointed upon the expiration of the 41 initial terms of service shall serve for a term of six (6) years. 42 43 Commissioners are eligible for reappointment to the commission. 44 Vacancies on the commission shall be filled by the appointing authority for the unexpired term. Any person who owns any 45 46 financial interest in a racetrack or its operation is ineligible to serve on the commission. The commission shall cease to exist 47 if the local option referendum on horse racing is disapproved in 48 49 all counties.

50 (2) Each commissioner is entitled to per diem compensation 51 in accordance with Section 25-3-69 for each day or portion thereof 52 in performing his duties and to reimbursement for actual and 53 necessary expenses incurred in performing his duties.

54 (3) The commission shall elect one (1) of the members as
55 chairman for a two-year period. The commission shall hold at
56 least six (6) regular meetings per year and may adopt rules
57 providing for special meetings. A majority of the members
58 constitutes a quorum for the transaction of business. All votes
59 by the commission shall be recorded on its minutes.

60 (4) The commission may employ an executive secretary and other necessary personnel. No person who owns a financial 61 interest in a racetrack, who accepts any remuneration from a 62 63 racetrack or who owns a horse that races in Mississippi, may be employed by the commission, and no person related to any such 64 65 person may be employed by the commission. The executive secretary shall serve at the will and pleasure of the commission. 66 The 67 Office of the Attorney General may counsel and represent the 68 commission in legal proceedings.

69 <u>SECTION 3.</u> Upon the submission of a petition signed by at 70 least two thousand (2,000) or fifteen percent (15%) of the 71 qualified electors of a county, the commission shall authorize the 72 circuit clerk of the county to hold an election on the proposition 73 of horse racing in the county. The referendum shall be held not 74 less than thirty (30) days nor more than sixty (60) days after the 75 legally obtained signatures or percentages are presented to the

76 commission. The referendum shall be advertised, held, conducted 77 and the result thereof canvassed in the manner provided by law for 78 advertising, holding and canvassing county elections. The 79 question to be voted on shall be stated on the ballots or voting 80 machine tabs substantially as follows:

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"Do you favor the creation of a pari-mutuel racing of horses?"

If the majority of the votes cast in the referendum is "Yes," 83 84 (a) horse racing is legal in that county and this act is operative 85 therein; and (b) a three-person county commission shall be appointed by the board of supervisors for a term concurrent with 86 87 the term of the board of supervisors to assist the state racing commission in operational matters. If the vote is "No," this act 88 has no further effect in the county where the election is held. 89 SECTION 4. (1) The commission shall carry out the 90 91 provisions of this act, and it shall have the following specific 92 duties:

93 (a) To make rules governing the employment of all
94 persons connected with racetracks, including gatekeepers,
95 announcers, ushers, starters, officials, drivers, owners, agents,
96 trainers, jockeys, grooms, stable foremen, exercise boys,
97 veterinarians, valets, sellers of racing forms or bulletins, and
98 attendants in connection with the wagering machines;

99 (b) To make rules governing, permitting and regulating 100 the wagering on races under the form of mutuel wagering by patrons 101 known as "pari-mutuel wagering";

102 (c) To fix and set dates upon which race meetings may103 be held or operated;

(d) To make an annual report to the Legislature, showing its own actions and rulings, and receipts derived under the provisions of this act, and such suggestions as it may deem proper for the more effective accomplishment of the purposes of this act;

109 (e) To require each applicant to set forth on the 110 application for authority to operate a race meeting the following 111 information:

(i) The full name of the person, association or corporation, and if a corporation, the name of the state under which it is incorporated, a certified copy of its charter and bylaws, and the name of the corporation's agent for service of process within the State of Mississippi;

(ii) If an association or corporation, the names of the stockholders and directors of the corporation or the names of the officers and directors of the association or of any person having a financial interest in the corporation or association. It is the intent of this requirement that the financial interests of all natural persons be revealed and not be hidden behind a corporate structure;

(iii) The exact location where the applicant desires to conduct or hold a race meeting and a complete set of an architect's renderings and detailed construction plans, showing the site topography, the type of construction, the track design and the concession plans;

(iv) Whether the racing track is owned or leased, and if leased, the name and address of the owner, or if the owner is a corporation, the names of the officers and directors thereof; (v) The kind of racing to be conducted and the dates upon which racing is requested to be conducted; and

134 (vi) Such other information as the commission may 135 require;

(f) To require an oath of every applicant, or of the president or executive officer of the association or corporation, stating that the information contained in the application is true; (g) To make uniform rules and regulations governing the operation of all racetracks, race meetings and races in the county;

(h) To compel the production of any and all books, memoranda or documents showing the receipts and disbursements of any person, association or corporation authorized to conduct race meetings under the provisions of this act;

(i) To require the removal of any employee or official employed by any operator authorized hereunder whenever it has reason to believe that such employee or official is guilty of any improper practice in connection with racing or has failed to comply with any rule adopted by the commission;

(j) To require that the books and financial or other statements of any operator be kept in a manner and method prescribed by the commission;

(k) To visit, investigate and place auditors and inspectors in the offices, tracks or place of business of any person, association or corporation operating under the jurisdiction of the commission;

(1) To summon witnesses before its meetings, to administer oaths to such witnesses and to require testimony on any issue before it; and

161 (m) To employ such assistants and employees as may be162 necessary and to prescribe their compensation and duties.

163 (2) Any person failing to appear before the commission, or 164 failing to produce books, records and documents ordered, or 165 refusing to testify thereon, shall be deemed guilty of a 166 misdemeanor, and upon conviction thereof, shall be punished by a 167 fine of not more than Five Hundred Dollars (\$500.00), or by 168 imprisonment not to exceed six (6) months, or by both.

169 (3) Nothing in this act prevents any person, association or 170 corporation from applying to the commission for a permit to 171 conduct races at a location where the racing track has not been 172 constructed.

(4) (a) Each person authorized to operate a race meetingpursuant to this act and each owner or lessor of a racing track

175 under the jurisdiction of the commission must be a bona fide 176 resident of the State of Mississippi for a period of not less than 177 five (5) years immediately preceding the date of application for 178 such authority.

179 (b) Each director, officer, general partner, principal 180 or other individual having a substantial financial interest in a corporation, partnership, limited partnership or other entity that 181 is authorized to operate a race meeting in accordance with this 182 183 act, or is the owner or lessor of a racing track under the 184 jurisdiction of the commission, must be a resident of the State of Mississippi for a period of not less than five (5) years 185 186 immediately preceding the date of application for such authority.

187 (c) Each individual subject to the provisions of this
188 subsection must file with the commission a statement disclosing
189 economic interest and financial activities in such form and at
190 such times as may be required by the commission.

191 (5) The commission shall adopt a schedule of fees. Τn addition to any fee or schedule of fees for employee permits, 192 193 premises license or other activity charged by the commission, the 194 commission shall require a fee from each applicant for a license 195 to operate a race meeting which will defray the initial expenses of the commission. The fee shall be payable upon application and 196 197 periodically thereafter in an amount to be established by the 198 commission. Additional assessments may be made at any time on order of the commission in order to fund the commission's 199 200 operations, including funds for the investigation of applicants. 201 In the event there is more than one (1) applicant or licensee, the 202 fees and assessments shall be apportioned in an equitable manner 203 among the licensees and applicants pursuant to rules adopted by 204 the commission.

All operations of the commission shall be funded by periodic assessment of permit holders, license fees, permit fees and other similar premises licenses. All funds derived from such fees shall

208 be deposited in a special account created in the State Treasury 209 entitled the "Mississippi Horse Racing Commission Fees Fund."

210 SECTION 5. (1) The commission may not authorize the operation of a racetrack or race meeting schedule for a period of 211 212 more than twelve (12) consecutive months by any one (1) entity. 213 The commission may not deny unreasonably the continued operation 214 of a horse racetrack or horse meeting without good cause. 215 Authority granted to any entity under this act is not transferable 216 to any other place, track or enclosure, except as may be specified 217 in the application.

(2) The commission may not authorize two (2) horse racetracks or horse race meetings to operate on the same racing days.

(3) The commission may suspend or revoke its authorization to any person conducting a horse race meeting in violation of any of the provisions of this act, of any statute or ordinance, or of any rule or regulation promulgated by the commission, or it may invoke a civil penalty not to exceed One Thousand Dollars (\$1,000.00) per offense in lieu thereof.

SECTION 6. The commission shall make rules regulating the 227 228 wagering on horse races under the form of mutuel wagering by 229 patrons known as "pari-mutuel wagering," which method is legal to 230 the extent that it is conducted strictly in conformity with this 231 act; however, trifecta wagering shall be prohibited. Only the persons, associations or corporations specifically granted the 232 233 requisite authority by the commission have the right or privilege to conduct pari-mutuel wagering. Such authorization shall 234 restrict and confine this form of wagering to a space within the 235 236 horse race meeting grounds. All other forms of wagering on the result of races are illegal, and any wagering outside of the 237 238 enclosure of such horse races is illegal.

239 <u>SECTION 7.</u> The provisions of this act do not apply to the 240 running of horse races wherein wagering is not conducted, or to

the running of horse races conducted by a state fair association or county fair association that holds not more than one (1) meeting annually and that restricts such annual meeting to fourteen (14) days or less.

245 <u>SECTION 8.</u> (1) The authorized operator of a pari-mutuel 246 pool may take out seventeen percent (17%) of the total amount 247 contributed to the pari-mutuel pool for win, place and show 248 wagering and twenty-five percent (25%) on all other forms of 249 pari-mutuel wagering.

250 (2) From the funds taken out as authorized in subsection (1) 251 of this section, every entity conducting horse race meetings under 252 the provisions of this act shall pay to the treasurer of the 253 commission an amount equal to forty percent (40%) of the total 254 amount contributed to all wagering pools conducted or made under 255 this act. The remainder of the funds taken out as authorized in 256 subsection (1) of this section shall be divided as follows: thirty 257 percent (30%) for purses for horses; twenty-eight percent (28%) to 258 the authorized operator; and two percent (2%) to an award fund for 259 Mississippi horse breeders as created in subsection (4) of this 260 section.

After the deduction of the funds taken out as authorized 261 (3) 262 in subsection (1) of this section, the remainder of the total 263 contributions to each pool shall be divided among and 264 redistributed to the contributors to such pools betting on the winning animals. The amount of each redistribution for each 265 266 winning bet placed shall be determined by dividing the total 267 amount remaining in the pool, after the deductions set forth in subsections (1) and (2) of this section are made, by the number of 268 269 bets placed on the winning animal. Each redistribution shall be 270 made in a sum equal to the next lowest multiple of ten (10). The 271 operator may retain the odd cents on all redistributions to be known as the "breaks to a dime." Under the pari-mutuel system of 272 wagering herein provided, the operator may provide separate pools 273

274 for bets to win, place and show, for daily double, and for 275 exactas. Each pool shall be redistributed separately as herein 276 provided. Should there be no ticket bet on the winning animal, the entire pool shall be divided among the holders of tickets on 277 278 the animal running next in line until the pool has been redistributed to the contributors. The operator must use a 279 280 totalizator machine or a machine or device having similar 281 functions and capabilities to record the wagering and compute the 282 odds. Rules and regulations governing the operation of each of 283 the pools shall be set out in book form by the commission.

(4) (a) The commission shall establish an award fund for
Mississippi horse breeders and funds shall be paid to the
treasurer of the commission and deposited into the separate fund
as provided in subsection (2) of this section.

(b) The commission shall establish a system of awards
to the owners of sires and dams of Mississippi-bred horses and, by
rule, shall provide for the designation, registration and
certification of Mississippi-bred horses.

(c) The awards shall be distributed to the owner or
owners of the sire and dam of any Mississippi-bred horse winning
at a race meeting under the jurisdiction of the commission.

(d) The commission shall establish a separate account
in such fund for the several breeds of horses which are raced
under its jurisdiction and for the administration of this
subsection.

(e) The commission is further authorized to adopt such
bylaws, rules and regulations as may be necessary to carry out the
provisions of this subsection (4) and may charge a separate
registration fee for participation in the fund.

303 <u>SECTION 9.</u> (1) All funds received by the commission under 304 the provisions of this act, except fees and assessments authorized 305 in Section 4(5) of this act, shall be paid into a special account 306 created in the State Treasury entitled the "Mississippi Horse

307 Racing Commission Operations Fund."

(2) All monies remaining after payment of the expenses 308 309 incurred in the administration of this act, including the payment of the salaries and expenses of the members and employees of the 310 311 commission, shall be distributed monthly, as follows: (a) With respect to a county of the state where there 312 exists a substantial interest in horse breeding and a substantial 313 number of breeders of racing horses, which is bordered by a 314 315 jurisdiction in which pari-mutuel wagering is allowed, which is in 316 an area in which resort trade and tourism are actively promoted, which consists of a population in excess of seventy-five thousand 317 318 (75,000) according to the 1990 federal decennial census, and in 319 which there are at least three (3) municipalities, (i) Fifty percent (50%) to the trust fund 320 321 described in Section 10 of this act; 322 (ii) Five percent (5%) to the mental 323 health/retardation commissioner of such county for expenditure authorized by Section 41-19-33; 324 325 (iii) Five percent (5%) to the county and municipalities located therein for the purpose of law enforcement, 326 327 to be divided among the county and municipalities located therein on a proportionate basis according to the total population of the 328 329 entities as shown by the 1990 federal decennial census, with the 330 population of the county being determined by counting only the number of residents of the county living outside the area of any 331 332 incorporated municipality and with all of the funds so distributed 333 to be deposited in the general fund of the respective county or 334 municipality; (iv) Five percent (5%) to any municipal 335

336 policemen's and firemen's retirement and disability fund of the 337 county, to be divided as nearly as possible in the manner 338 described in subsection (2)(a)(iii) of this section; 339 (v) Five percent (5%) to the junior college

340 district in which the county is located for supplemental 341 expenditures in the county;

(vi) Two and one-half percent (2-1/2%) to the county and municipalities located therein for the support of public libraries, to be divided among the county and municipalities located therein in the same manner as provided in subsection (2)(a)(iii) of this section for law enforcement purposes;

348 (vii) Ten percent (10%) to the county and 349 municipal public school districts for general support, to be 350 divided among the county school district and municipal school 351 districts located in such county on a proportionate basis 352 according to the student enrollment in such districts on the 353 preceding October 1;

354 (viii) Ten percent (10%) to the county and 355 municipal public school districts for teacher salary increases, to 356 be divided among the county school district and municipal school 357 districts located in such county on proportionate basis according 358 to the number of teachers employed in such districts;

359 (ix) Two and one-half percent (2-1/2%) to the
360 volunteer fire departments in the county divided pro rata on the
361 basis of population of service area; and

362 (x) Five percent (5%) to any county hospital or 363 publicly funded hospital serving the county designated by the 364 commission for the operation of an alcohol and drug treatment 365 center.

366 (b) With respect to a county of the state in which 367 there is no substantial nonagricultural economic activity, which 368 is bordered by a jurisdiction in which pari-mutuel wagering is 369 allowed, which consists of a population of more than five thousand 370 (5,000) but not more than ten thousand (10,000) according to the 371 1990 federal decennial census, and in which there is not more than 372 one (1) municipality,

373 (i) Fifty percent (50%) to the trust fund 374 described in Section 10 of this act;

375 (ii) The remainder to be divided as follows: 376 Thirty-three and one-third percent 1. 377 (33-1/3%) to the county and municipality located therein for the purpose of law enforcement, to be divided among the county and 378 379 municipality located therein on a proportionate basis according to 380 the total population of the entities as indicated by the 1990 federal decennial census, with the population of the county being 381 382 determined by counting only the number of residents of the county living outside the area of any incorporated municipality, and with 383 384 all of the funds so distributed to be deposited in the general 385 fund of the respective county or municipality;

386 2. Thirty-three and one-third percent 387 (33-1/3%) to the road and bridge fund of the county to be used for 388 road and bridge construction and maintenance; and

389 3. Thirty-three and one-third percent 390 (33-1/3%) to the county and municipal public school districts for 391 general support, to be divided among the school districts in the 392 county on a proportionate basis according to the student 393 enrollment in such school districts on the preceding October 1. 394 (3) The funds shall be distributed periodically by order of

395 the commission.

396 SECTION 10. All revenues derived from the contributions pursuant to Section 9(2)(a)(i) and Section (2)(b)(i) of this act 397 398 shall be paid by the commission into the trust fund established in Section 206A, Mississippi Constitution of 1890. The State 399 400 Treasurer is further authorized to accept contributions to the 401 trust fund from any other source. The State Treasurer shall 402 promulgate appropriate regulations with respect to all such 403 contributions.

404 <u>SECTION 11.</u> Any corporation, association or person who 405 directly or indirectly holds any race where wagering is permitted

406 otherwise than as prescribed in this act shall be guilty of a misdemeanor. Any person wagering upon the results of such a race, 407 408 except in the pari-mutuel method of wagering when the same is 409 conducted by an operator and upon the grounds or enclosure of the 410 operator under the jurisdiction of the commission, shall be guilty 411 of a misdemeanor. Any corporation, organization, association or 412 person who violates any provision of this act for which a penalty 413 is not expressly provided shall be guilty of a misdemeanor. Upon 414 conviction of any of the above misdemeanors, the penalty shall be 415 a fine of not less than One Hundred Dollars (\$100.00), nor more 416 than One Thousand Dollars (\$1,000.00), or by imprisonment of not 417 less than five (5) days nor more than six (6) months, or both.

418 <u>SECTION 12.</u> (1) Any person who engages in the practice of 419 gambling on races, or in the practice of making gambling or 420 wagering books on such races, or who knowingly takes any part in 421 such practices, is ineligible to operate a racetrack or a race 422 meeting under the provisions of this act, or to be connected 423 therewith in any capacity.

424 (2) Any association or corporation which has as an officer, 425 director, stockholder, executive, or which employs any person who 426 engages in the practices set forth in subsection (1) of this 427 section is ineligible to operate a race meeting under the 428 provisions of this act or to be connected therewith in any 429 capacity.

430 (3) The commission may inquire into such matters as set431 forth in subsection (1) of this section in administering this act.

432 <u>SECTION 13.</u> Any person who influences or has any 433 understanding or connivance with any owner, groom or other person 434 associated with or interested in any stable or horse, or race in 435 which any horse participates, to prearrange or predetermine the 436 results of any such race, or any person who shall stimulate or 437 depresses a horse for the purpose of affecting the results of a 438 race, shall be guilty of a felony and upon conviction thereof,

439 shall be imprisoned in the State Penitentiary for not less than 440 one (1) year nor more than ten (10) years, or shall be fined not 441 less than One Thousand Dollars (\$1,000.00) nor more than Five 442 Thousand Dollars (\$5,000.00), or both.

443 SECTION 14. It is unlawful for any person to transmit or 444 communicate to another by any means whatsoever the results, 445 changing odds, track conditions or any other information relating 446 to any race from any racetrack in the county, between the period 447 of time beginning one (1) hour before the first race of any day 448 and ending thirty (30) minutes after the posting of the official 449 results of each race, as to that particular race, except that this 450 period may be reduced to permit the transmitting of the results of 451 the last race each day not sooner than fifteen (15) minutes after 452 the official posting of such results. The commission, by rule, 453 may permit the immediate transmission by radio, television or 454 press wire of any pertinent information concerning feature races.

It is unlawful for any person to transmit by any means whatsoever racing information to any other person, or to relay the same to any other person by word of mouth, by signal, or by use of telephone, telegraph, radio or any other means, when the information is knowingly used or intended to be used for illegal gambling purposes, or in the furtherance of such gambling purposes.

Any person violating the provisions of this section is guilty of a felony and, upon conviction thereof, shall be imprisoned in the State Penitentiary for not less than one (1) year nor more than ten (10) years, or shall be fined not less than One Thousand Dollars (\$1,000.00) nor more than Five Thousand Dollars (\$5,000.00), or both.

468 <u>SECTION 15.</u> It is unlawful for any person to purchase 469 directly or indirectly pari-mutuel tickets or participate in the 470 purchase of any part of a pari-mutuel pool for another for hire or 471 for any gratuity. It is unlawful for any person to purchase any

472 part of a pari-mutuel pool through another, wherein he gives or 473 pays directly or indirectly to such other person anything of 474 value. Any person violating this section is guilty of a 475 misdemeanor and, upon conviction thereof, shall be punished by a 476 fine of not more than Five Hundred Dollars (\$500.00), or by 477 imprisonment not to exceed six (6) months, or both.

478 <u>SECTION 16.</u> Persons under twenty-one (21) years of age may 479 not be permitted to wager on races and persons under eighteen (18) 480 years of age may not enter the viewing section unless accompanied 481 by a parent or guardian.

482 <u>SECTION 17.</u> The calculation of wagering is limited to 483 commission approved state-of-the-art computational equipment. The 484 commission must approve the information printed on each 485 pari-mutuel ticket.

486 <u>SECTION 18.</u> An adequate security force shall be employed as 487 prescribed by the commission. Members of security forces have the 488 same powers as other law enforcement officers of the county while 489 performing their duties on the premises of the racetrack.

490 SECTION 19. (1) The commission may adopt rules prohibiting 491 the illegal influencing of the outcome of a race, including the 492 use of medication, stimulants or depressants to influence the 493 outcome of the race. The commission may require pre-race and 494 post-race drug testing as needed to determine whether a drug has 495 been administered. Detection of prohibited drugs or chemicals 496 shall result in the immediate disqualification of the animal and 497 the suspension of all persons involved. Responsibility for the 498 protection of the animal from illegal drugging is placed on the 499 trainer of each animal. A drug test also may be required by the 500 owner or trainer of an animal or by the association at whose 501 racetrack the animal is entered in a race meeting. Knowing 502 violations of this section shall result in the barring of the person or persons from receiving a license under this act or from 503 504 participating in any legalized pari-mutuel wagering or horse

505 racing authorized by this act, for a period set by the commission 506 or for life.

507 (2) A licensee may conduct any other lawful business on the 508 licensee's premises.

509 <u>SECTION 20.</u> A member of the commission, an employee of the 510 commission, a steward or judge, an association, or any other 511 person regulated under this act is not liable to any individual, 512 corporation, business association or other entity for a cause of 513 action that arises out of that person's performance or exercise of 514 discretion in the implementation or enforcement of this act or a 515 rule adopted under this act if the person has acted in good faith.

516 <u>SECTION 21.</u> If an operator or racing association refuses to 517 cooperate with the commission or other state agency regarding 518 access to its books and records, or if it becomes delinquent in 519 turning over the state's portion of the pools, the commission 520 immediately shall call a hearing to revoke or suspend the 521 association's certification or take other appropriate action as 522 deemed necessary by the commission.

523 SECTION 22. The Attorney General of the State of Mississippi 524 shall submit this act, immediately upon approval by the Governor, 525 or upon approval by the Legislature subsequent to a veto, to the 526 Attorney General of the United States or to the United States 527 District Court for the District of Columbia in accordance with the 528 provisions of the Voting Rights Act of 1965, as amended and 529 extended.

530 SECTION 23. This act shall take effect and be in force from 531 and after the date it is effectuated under Section 5 of the Voting 532 Rights Act of 1965, as amended and extended.