By: Representative Smith (27th)

HOUSE BILL NO. 813

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 MAY 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 б MEETING SCHEDULE; TO AUTHORIZE THE COMMISSION TO PROMULGATE RULES 7 ON PARI-MUTUEL WAGERING; TO PROVIDE THAT THE PROVISIONS OF THIS 8 ACT SHALL NOT APPLY TO CERTAIN RACES; TO PROVIDE FOR THE METHOD OF 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 INELIGIBLE TO OPERATE A RACETRACK; TO PROVIDE THAT A PERSON SHALL 13 14 BE GUILTY OF A FELONY FOR PREARRANGING RESULTS OF A RACE; TO 15 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 TICKETS; TO RESTRICT MINORS FROM RACES; TO AUTHORIZE THE 19 20 COMMISSION TO APPROVE COMPUTATIONAL EQUIPMENT; TO ALLOW THE COMMISSION TO EMPLOY SECURITY FORCES; TO ALLOW THE COMMISSION TO 21 ADOPT REGULATIONS PROHIBITING THE USE OF DRUGS ON THE ANIMALS; TO PROVIDE THAT CERTAIN INDIVIDUALS ARE NOT LIABLE FOR ENFORCEMENT OF 22 23 THIS ACT; TO AUTHORIZE THE COMMISSION TO REVOKE OR SUSPEND AN 24 25 ASSOCIATION'S CERTIFICATION FOR FAILURE TO COOPERATE WITH THE COMMISSION; AND FOR RELATED PURPOSES. 26

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 SECTION 2. (1) There is created the Mississippi Horse Racing Commission, referred to in this act as "commission," 33 34 composed of three (3) commissioners, each being residents of the 35 state for at least ten (10) consecutive years immediately before appointment. The Governor, Lieutenant Governor and State Auditor 36 37 shall each appoint one (1) commissioner. The Governor's initial appointee shall serve a term of two (2) years; the Lieutenant 38 Governor's initial appointee shall serve a term of four (4) years; 39 *HR40/R1095* H. B. No. 813 G3/5 04/HR40/R1095 PAGE 1 (BS\BD)

40 and the State Auditor's initial appointee shall serve a term of 41 six (6) years. Commissioners appointed upon the expiration of the 42 initial terms of service shall serve for a term of six (6) years. 43 Commissioners are eligible for reappointment to the commission. 44 Vacancies on the commission shall be filled by the appointing 45 authority for the unexpired term. Any person who owns any 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 61 other necessary personnel. No person who owns a financial interest in a racetrack, who accepts any remuneration from a 62 63 racetrack or who owns a horse that races in Mississippi, may be 64 employed by the commission, and no person related to any such person may be employed by the commission. The executive secretary 65 66 shall serve at the will and pleasure of the commission. The Office of the Attorney General may counsel and represent the 67 commission in legal proceedings. 68

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 H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 2 (BS\BD)

of horse racing in the county. The referendum shall be held not 73 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: "Do you favor the creation of a pari-mutuel racing of horses?" 81

If the majority of the votes cast in the referendum is "Yes," (a) horse racing is legal in that county and this act is operative therein; and (b) a three-person county commission shall be appointed by the board of supervisors for a term concurrent with the term of the board of supervisors to assist the commission in operational matters. If the vote is "No," this act has no further effect in the county where the election is held.

89 <u>SECTION 4.</u> (1) The commission shall carry out the 90 provisions of this act, and it shall have the following specific 91 duties:

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

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

101 (c) To fix and set dates upon which race meetings may102 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 H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 3 (BS\BD) 106 proper for the more effective accomplishment of the purposes of 107 this act;

(e) To require each applicant to set forth on the
application for authority to operate a race meeting the following
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;

128 (iv) Whether the racing track is owned or leased, and if leased, the name and address of the owner, or if the owner 129 130 is a corporation, the names of the officers and directors thereof; (v) The kind of racing to be conducted and the 131 132 dates upon which racing is requested to be conducted; and (vi) Such other information as the commission may 133 134 require; 135 (f) To require an oath of every applicant, or of the

136 president or executive officer of the association or corporation, 137 stating that the information contained in the application is true;

H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 4 (BS\BD) (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

(m) To employ such assistants and employees as may be
necessary and to prescribe their compensation and duties.
(2) Any person failing to appear before the commission, or

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

168 (3) Nothing in this act prevents any person, association or169 corporation from applying to the commission for a permit to

H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 5 (BS\BD) 170 conduct races at a location where the racing track has not been 171 constructed.

(4) (a) Each person authorized to operate a race meeting pursuant to this act and each owner or lessor of a racing track under the jurisdiction of the commission must be a bona fide resident of the State of Mississippi for a period of not less than five (5) years immediately preceding the date of application for such authority.

Each director, officer, general partner, principal 178 (b) 179 or other individual having a substantial financial interest in a 180 corporation, partnership, limited partnership or other entity that is authorized to operate a race meeting in accordance with this 181 182 act, or is the owner or lessor of a racing track under the jurisdiction of the commission, must be a resident of the State of 183 Mississippi for a period of not less than five (5) years 184 immediately preceding the date of application for such authority. 185

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

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

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202 among the licensees and applicants pursuant to rules adopted by 203 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 be deposited in a special account created in the State Treasury entitled the "Mississippi Horse Racing Commission Fees Fund."

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

226 SECTION 6. The commission shall make rules regulating the wagering on horse races under the form of mutuel wagering by 227 228 patrons known as "pari-mutuel wagering," which method is legal to 229 the extent that it is conducted strictly in conformity with this 230 act. However, trifecta wagering shall be prohibited. Only the persons, associations or corporations specifically granted the 231 232 requisite authority by the commission have the right or privilege 233 to conduct pari-mutuel wagering. Such authorization shall 234 restrict and confine this form of wagering to a space within the *HR40/R1095* H. B. No. 813

04/HR40/R1095 PAGE 7 (BS\BD) horse race meeting grounds. All other forms of wagering on the result of races are illegal, and any wagering outside of the enclosure of such horse races is illegal.

238 <u>SECTION 7.</u> The provisions of this act do not apply to the 239 running of horse races wherein wagering is not conducted, or to 240 the running of horse races conducted by a state fair association 241 or county fair association that holds not more than one (1) 242 meeting annually and that restricts such annual meeting to 243 fourteen (14) days or less.

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

(2) From the funds taken out as authorized in subsection (1) 249 250 of this section, every entity conducting horse race meetings under 251 this act shall pay to the treasurer of the commission an amount 252 equal to forty percent (40%) of the total amount contributed to all wagering pools conducted or made under this act. 253 The 254 remainder of the funds taken out as authorized in subsection (1) 255 of this section shall be divided as follows: thirty percent (30%) 256 for purses for horses; twenty-eight percent (28%) to the 257 authorized operator; and two percent (2%) to an award fund for 258 Mississippi horse breeders as created in subsection (4) of this 259 section.

260 After the deduction of the funds taken out as authorized (3) 261 in subsection (1) of this section, the remainder of the total contributions to each pool shall be divided among and 262 redistributed to the contributors to such pools betting on the 263 264 winning animals. The amount of each redistribution for each 265 winning bet placed shall be determined by dividing the total 266 amount remaining in the pool, after the deductions set forth in 267 subsections (1) and (2) of this section are made, by the number of *HR40/R1095* H. B. No. 813 04/HR40/R1095 PAGE 8 (BS\BD)

268 bets placed on the winning animal. Each redistribution shall be 269 made in a sum equal to the next lowest multiple of ten (10). The 270 operator may retain the odd cents on all redistributions to be 271 known as the "breaks to a dime." Under the pari-mutuel system of 272 wagering herein provided, the operator may provide separate pools 273 for bets to win, place and show, for daily double, and for 274 exactas. Each pool shall be redistributed separately as herein provided. Should there be no ticket bet on the winning animal, 275 276 the entire pool shall be divided among the holders of tickets on 277 the animal running next in line until the pool has been 278 redistributed to the contributors. The operator must use a 279 totalizator machine or a machine or device having similar 280 functions and capabilities to record the wagering and compute the 281 odds. Rules and regulations governing the operation of each of 282 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 suchbylaws, rules and regulations as may be necessary to carry out the

H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 9 (BS\BD) 300 provisions of this subsection (4) and may charge a separate 301 registration fee for participation in the fund.

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

307 (2) All monies remaining after payment of the expenses
308 incurred in the administration of this act, including the payment
309 of the salaries and expenses of the members and employees of the
310 commission, shall be distributed monthly, as follows:

(a) With respect to a county of the state where there 311 312 exists a substantial interest in horse breeding and a substantial number of breeders of racing horses, which is bordered by a 313 jurisdiction in which pari-mutuel wagering is allowed, which is in 314 315 an area in which resort trade and tourism are actively promoted, 316 which consists of a population in excess of seventy-five thousand 317 (75,000) according to the 1990 federal decennial census, and in which there are at least three (3) municipalities, 318

319 (i) Fifty percent (50%) to the trust fund320 described in Section 10 of this act;

(ii) Five percent (5%) to the mental health/retardation commissioner of such county for expenditure authorized by Section 41-19-33;

324 (iii) Five percent (5%) to the county and municipalities located therein for the purpose of law enforcement, 325 326 to be divided among the county and municipalities located therein on a proportionate basis according to the total population of the 327 entities as shown by the 1990 federal decennial census, with the 328 population of the county being determined by counting only the 329 330 number of residents of the county living outside the area of any 331 incorporated municipality and with all of the funds so distributed

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332 to be deposited in the general fund of the respective county or 333 municipality;

(iv) Five percent (5%) to any municipal
policemen's and firemen's retirement and disability fund of the
county, to be divided as nearly as possible in the manner
described in subsection (2)(a)(iii) of this section;

338 (v) Five percent (5%) to the junior college 339 district in which the county is located for supplemental 340 expenditures in the county;

341 (vi) Two and one-half percent (2-1/2%) to the 342 county and municipalities located therein for the support of 343 public libraries, to be divided among the county and 344 municipalities located therein in the same manner as provided in 345 subsection (2)(a)(iii) of this section for law enforcement 346 purposes;

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

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

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

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

H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 11 (BS\BD) 365 (b) With respect to a county of the state in which 366 there is no substantial nonagricultural economic activity, which 367 is bordered by a jurisdiction in which pari-mutuel wagering is 368 allowed, which consists of a population of more than five thousand 369 (5,000) but not more than ten thousand (10,000) according to the 370 1990 federal decennial census, and in which there is not more than 371 one (1) municipality,

372 (i) Fifty percent (50%) to the trust fund373 described in Section 10 of this act;

(ii) The remainder to be divided as follows: 374 375 Thirty-three and one-third percent 1. 376 (33-1/3%) to the county and municipality located therein for the 377 purpose of law enforcement, to be divided among the county and 378 municipality located therein on a proportionate basis according to 379 the total population of the entities as indicated by the 1990 federal decennial census, with the population of the county being 380 determined by counting only the number of residents of the county 381 382 living outside the area of any incorporated municipality, and with 383 all of the funds so distributed to be deposited in the general 384 fund of the respective county or municipality;

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

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

394 the commission.

395 <u>SECTION 10.</u> All revenues derived from the contributions 396 pursuant to Section 9(2)(a)(i) and Section 9(2)(b)(i) of this act 397 shall be paid by the commission into the trust fund established in H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 12 (BS\BD) 398 Section 206A, Mississippi Constitution of 1890. The State 399 Treasurer is further authorized to accept contributions to the 400 trust fund from any other source. The State Treasurer shall 401 promulgate appropriate regulations with respect to all such 402 contributions.

403 SECTION 11. Any corporation, association or person who 404 directly or indirectly holds any race where wagering is permitted 405 otherwise than as prescribed in this act shall be guilty of a 406 Any person wagering upon the results of such a race, misdemeanor. except in the pari-mutuel method of wagering when the same is 407 408 conducted by an operator and upon the grounds or enclosure of the 409 operator under the jurisdiction of the commission, shall be guilty 410 of a misdemeanor. Any corporation, organization, association or person who violates any provision of this act for which a penalty 411 412 is not expressly provided shall be guilty of a misdemeanor. Upon 413 conviction of any of the above misdemeanors, the penalty shall be a fine of not less than One Hundred Dollars (\$100.00), nor more 414 415 than One Thousand Dollars (\$1,000.00), or by imprisonment of not 416 less than five (5) days nor more than six (6) months, or both.

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

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

429 (3) The commission may inquire into such matters as set
430 forth in subsection (1) of this section in administering this act.
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H. B. No. 813 04/HR40/R1095 PAGE 13 (BS\BD) 431 SECTION 13. Any person who influences or has any 432 understanding or connivance with any owner, groom or other person 433 associated with or interested in any stable or horse, or race in 434 which any horse participates, to prearrange or predetermine the 435 results of any such race, or any person who shall stimulate or 436 depresses a horse for the purpose of affecting the results of a 437 race, shall be guilty of a felony and upon conviction thereof, 438 shall be imprisoned in the State Penitentiary for not less than 439 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 440 441 Thousand Dollars (\$5,000.00), or both.

442 SECTION 14. It is unlawful for any person to transmit or 443 communicate to another by any means whatsoever the results, changing odds, track conditions or any other information relating 444 445 to any race from any racetrack in the county, between the period 446 of time beginning one (1) hour before the first race of any day and ending thirty (30) minutes after the posting of the official 447 448 results of each race, as to that particular race, except that this 449 period may be reduced to permit the transmitting of the results of 450 the last race each day not sooner than fifteen (15) minutes after 451 the official posting of such results. The commission, by rule, 452 may permit the immediate transmission by radio, television or 453 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 462 of a felony and, upon conviction thereof, shall be imprisoned in 463 the State Penitentiary for not less than one (1) year nor more

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H. B. No. 813 04/HR40/R1095 PAGE 14 (BS\BD) 464 than ten (10) years, or shall be fined not less than One Thousand 465 Dollars (\$1,000.00) nor more than Five Thousand Dollars 466 (\$5,000.00), or both.

467 SECTION 15. It is unlawful for any person to purchase 468 directly or indirectly pari-mutuel tickets or participate in the 469 purchase of any part of a pari-mutuel pool for another for hire or 470 for any gratuity. It is unlawful for any person to purchase any part of a pari-mutuel pool through another, wherein he gives or 471 472 pays directly or indirectly to such other person anything of Any person violating this section is guilty of a 473 value. 474 misdemeanor and, upon conviction thereof, shall be punished by a 475 fine of not more than Five Hundred Dollars (\$500.00), or by 476 imprisonment not to exceed six (6) months, or both.

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

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

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

489 SECTION 19. (1) The commission may adopt rules prohibiting 490 the illegal influencing of the outcome of a race, including the 491 use of medication, stimulants or depressants to influence the 492 outcome of the race. The commission may require pre-race and 493 post-race drug testing as needed to determine whether a drug has 494 been administered. Detection of prohibited drugs or chemicals 495 shall result in the immediate disqualification of the animal and 496 the suspension of all persons involved. Responsibility for the *HR40/R1095* 813 H. B. No. 04/HR40/R1095

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protection of the animal from illegal drugging is placed on the 497 498 trainer of each animal. A drug test also may be required by the owner or trainer of an animal or by the association at whose 499 500 racetrack the animal is entered in a race meeting. Knowing 501 violations of this section shall result in the barring of the 502 person or persons from receiving a license under this act or from participating in any legalized pari-mutuel wagering or horse 503 504 racing authorized by this act, for a period set by the commission 505 or for life.

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

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

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

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

H. B. No. 813 *HR40/R1095* 04/HR40/R1095 PAGE 16 (BS\BD) 529 **SECTION 23.** This act shall take effect and be in force from 530 and after the date it is effectuated under Section 5 of the Voting 531 Rights Act of 1965, as amended and extended.