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By: Representative Smith (27th)

To: Gaming

HOUSE BILL NO. 431

AN ACT TO LEGALIZE PARI-MUTUEL WAGERING ON HORSE RACES; TO CREATE THE MISSISSIPPI HORSE RACING COMMISSION; TO PROVIDE FOR A 3 LOCAL ELECTION ON THE ISSUE OF WHETHER HORSE RACING MAY BE CONDUCTED IN THE LOCALITY; TO SET FORTH THE DUTIES OF THE COMMISSION; TO PROVIDE FOR THE OPERATION OF A RACETRACK OR RACE 6 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 SECTION 1. 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 conformity with this act. 31 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 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

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- 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
- 47 to serve on the commission. The commission shall cease to exist
- 48 if the local option referendum on horse racing is disapproved in
- 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
- 62 interest in a racetrack, who accepts any remuneration from a
- 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
- 65 person may be employed by the commission. The executive secretary
- 66 shall serve at the will and pleasure of the commission. The
- 67 Office of the Attorney General may counsel and represent the
- 68 commission in legal proceedings.
- 69 **SECTION 3.** Upon the submission of a petition signed by at
- 70 least two thousand (2,000) or fifteen percent (15%), whichever is
- 71 less, of the qualified electors of a county, the commission shall
- 72 authorize the circuit clerk of the county to hold an election on

- 73 the proposition of horse racing in the county. The referendum
- 74 shall be held not less than thirty (30) days nor more than sixty
- 75 (60) days after the legally obtained signatures or percentages are
- 76 presented to the commission. The referendum shall be advertised,
- 77 held, conducted and the result thereof canvassed in the manner
- 78 provided by law for advertising, holding and canvassing county
- 79 elections. The question to be voted on shall be stated on the
- 80 ballots or voting machine tabs substantially as follows: "Do
- 81 you favor the creation of a pari-mutuel racing of horses?"
- If the majority of the votes cast in the referendum is "Yes,"
- 83 (a) horse racing is legal in that county and this act is operative
- 84 therein; and (b) a three-person county commission shall be
- 85 appointed by the board of supervisors for a term concurrent with
- 86 the term of the board of supervisors to assist the commission in
- 87 operational matters. If the vote is "No," this act has no further
- 88 effect in the county where the election is held.
- 89 **SECTION 4.** (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 may
- 102 be held or operated;
- 103 (d) To make an annual report to the Legislature,
- 104 showing its own actions and rulings, and receipts derived under
- 105 the provisions of this act, and such suggestions as it may deem

106	proper	for	the	more	effective	accomplishment	of	the	purposes	of
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- 107 this act;
- 108 (e) To require each applicant to set forth on the
- 109 application for authority to operate a race meeting the following
- 110 information:
- 111 (i) The full name of the person, association or
- 112 corporation, and if a corporation, the name of the state under
- 113 which it is incorporated, a certified copy of its charter and
- 114 bylaws, and the name of the corporation's agent for service of
- 115 process within the State of Mississippi;
- 116 (ii) If an association or corporation, the names
- 117 of the stockholders and directors of the corporation or the names
- 118 of the officers and directors of the association or of any person
- 119 having a financial interest in the corporation or association. It
- 120 is the intent of this requirement that the financial interests of
- 121 all natural persons be revealed and not be hidden behind a
- 122 corporate structure;
- 123 (iii) The exact location where the applicant
- 124 desires to conduct or hold a race meeting and a complete set of an
- 125 architect's renderings and detailed construction plans, showing
- 126 the site topography, the type of construction, the track design
- 127 and the concession plans;
- 128 (iv) Whether the racing track is owned or leased,
- 129 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;
- 131 (v) The kind of racing to be conducted and the
- 132 dates upon which racing is requested to be conducted; and
- 133 (vi) Such other information as the commission may
- 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;

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138	(a)	To make	uniform	rules	and	regulations	governing	the

- 139 operation of all racetracks, race meetings and races in the
- 140 county;
- (h) To compel the production of any and all books,
- 142 memoranda or documents showing the receipts and disbursements of
- 143 any person, association or corporation authorized to conduct race
- 144 meetings under the provisions of this act;
- (i) To require the removal of any employee or official
- 146 employed by any operator authorized hereunder whenever it has
- 147 reason to believe that such employee or official is guilty of any
- 148 improper practice in connection with racing or has failed to
- 149 comply with any rule adopted by the commission;
- 150 (j) To require that the books and financial or other
- 151 statements of any operator be kept in a manner and method
- 152 prescribed by the commission;
- 153 (k) To visit, investigate and place auditors and
- 154 inspectors in the offices, tracks or place of business of any
- 155 person, association or corporation operating under the
- 156 jurisdiction of the commission;
- 157 (1) To summon witnesses before its meetings, to
- 158 administer oaths to such witnesses and to require testimony on any
- 159 issue before it; and
- 160 (m) To employ such assistants and employees as may be
- 161 necessary and to prescribe their compensation and duties.
- 162 (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 or
- 169 corporation from applying to the commission for a permit to

- 170 conduct races at a location where the racing track has not been 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
- 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.
 - (5) The commission shall adopt a schedule of fees. In addition to any fee or schedule of fees for employee permits, premises license or other activity charged by the commission, the commission shall require a fee from each applicant for a license to operate a race meeting which will defray the initial expenses of the commission. The fee shall be payable upon application and periodically thereafter in an amount to be established by the commission. Additional assessments may be made at any time on order of the commission in order to fund the commission's operations, including funds for the investigation of applicants. In the event there is more than one (1) applicant or licensee, the fees and assessments shall be apportioned in an equitable manner

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such authority.

- 202 among the licensees and applicants pursuant to rules adopted by
- 203 the commission.
- 204 All operations of the commission shall be funded by periodic
- 205 assessment of permit holders, license fees, permit fees and other
- 206 similar premises licenses. All funds derived from such fees shall
- 207 be deposited in a special account created in the State Treasury
- 208 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
- 213 of a horse racetrack or horse meeting without good cause.
- 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.
- 217 (2) The commission may not authorize two (2) horse
- 218 racetracks or horse race meetings to operate on the same racing
- 219 days.
- 220 (3) The commission may suspend or revoke its authorization
- 221 to any person conducting a horse race meeting in violation of any
- 222 of the provisions of this act, of any statute or ordinance, or of
- 223 any rule or regulation promulgated by the commission, or it may
- 224 invoke a civil penalty not to exceed One Thousand Dollars
- 225 (\$1,000.00) per offense in lieu thereof.
- 226 **SECTION 6.** The commission shall make rules regulating the
- 227 wagering on horse races under the form of mutuel wagering by
- 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
- 231 persons, associations or corporations specifically granted the
- 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

- 235 horse race meeting grounds. All other forms of wagering on the
- 236 result of races are illegal, and any wagering outside of the
- 237 enclosure of such horse races is illegal.
- 238 **SECTION 7.** 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 **SECTION 8.** (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)
- 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
- 253 all wagering pools conducted or made under this act. The
- 254 remainder of the funds taken out as authorized in subsection (1)
- 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 (3) After the deduction of the funds taken out as authorized
- 261 in subsection (1) of this section, the remainder of the total
- 262 contributions to each pool shall be divided among and
- 263 redistributed to the contributors to such pools betting on the
- 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

- 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.
- 283 (4) (a) The commission shall establish an award fund for 284 Mississippi horse breeders and funds shall be paid to the 285 treasurer of the commission and deposited into the separate fund 286 as provided in subsection (2) of this section.
- 287 (b) The commission shall establish a system of awards
 288 to the owners of sires and dams of Mississippi-bred horses and, by
 289 rule, shall provide for the designation, registration and
 290 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.
- 298 (e) The commission is further authorized to adopt such 299 bylaws, rules and regulations as may be necessary to carry out the

- 300 provisions of this subsection (4) and may charge a separate
- 301 registration fee for participation in the fund.
- 302 **SECTION 9.** (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:
- 311 (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 jurisdiction in which pari-mutuel wagering is allowed, which is in
- 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
- 318 which there are at least three (3) municipalities,
- (i) Fifty percent (50%) to the trust fund
- 320 described in Section 10 of this act;
- 321 (ii) Five percent (5%) to the mental
- 322 health/retardation commissioner of such county for expenditure
- 323 authorized by Section 41-19-33;
- 324 (iii) Five percent (5%) to the county and
- 325 municipalities located therein for the purpose of law enforcement,
- 326 to be divided among the county and municipalities located therein
- 327 on a proportionate basis according to the total population of the
- 328 entities as shown by the 1990 federal decennial census, with the
- 329 population of the county being determined by counting only the
- 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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     to be deposited in the general fund of the respective county or
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     municipality;
                    (iv) Five percent (5%) to any municipal
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     policemen's and firemen's retirement and disability fund of the
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     county, to be divided as nearly as possible in the manner
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     described in subsection (2)(a)(iii) of this section;
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                    (v) Five percent (5%) to the junior college
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     district in which the county is located for supplemental
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     expenditures in the county;
                    (vi) Two and one-half percent (2-1/2%) to the
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     county and municipalities located therein for the support of
     public libraries, to be divided among the county and
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     municipalities located therein in the same manner as provided in
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     subsection (2)(a)(iii) of this section for law enforcement
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     purposes;
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                    (vii)
                           Ten percent (10%) to the county and
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     municipal public school districts for general support, to be
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     divided among the county school district and municipal school
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     districts located in such county on a proportionate basis
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     according to the student enrollment in such districts on the
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     preceding October 1;
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                    (viii) Ten percent (10%) to the county and
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     municipal public school districts for teacher salary increases, to
     be divided among the county school district and municipal school
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     districts located in such county on proportionate basis according
     to the number of teachers employed in such districts;
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                    (ix) Two and one-half percent (2-1/2%) to the
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     volunteer fire departments in the county divided pro rata on the
     basis of population of service area; and
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                         Five percent (5%) to any county hospital or
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     publicly funded hospital serving the county designated by the
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     commission for the operation of an alcohol and drug treatment
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     center.
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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 fund
373	described in Section 10 of this act;
374	(ii) The remainder to be divided as follows:
375	1. Thirty-three and one-third percent
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
380	federal decennial census, with the population of the county being
381	determined by counting only the number of residents of the county
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	SECTION 10. All revenues derived from the contributions
396	pursuant to Section 9(2)(a)(i) and Section 9(2)(b)(i) of this act

shall be paid by the commission into the trust fund established in

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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.

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

gambling on races, or in the practice of making gambling or wagering books on such races, or who knowingly takes any part in such practices, is ineligible to operate a racetrack or a race meeting under the provisions of this act, or to be connected therewith in any capacity.

- (2) Any association or corporation which has as an officer, director, stockholder, executive, or which employs any person who engages in the practices set forth in subsection (1) of this section is ineligible to operate a race meeting under the provisions of this act or to be connected therewith in any capacity.
- 429 (3) The commission may inquire into such matters as set 430 forth in subsection (1) of this section in administering this act. H. B. No. 431 *HRO3/R420* 05/HR03/R420

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. 454 It is unlawful for any person to transmit by any means 455 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 456 457 telephone, telegraph, radio or any other means, when the 458 information is knowingly used or intended to be used for illegal 459 gambling purposes, or in the furtherance of such gambling 460 purposes. Any person violating the provisions of this section is guilty 461 462 of a felony and, upon conviction thereof, shall be imprisoned in

the State Penitentiary for not less than one (1) year nor more

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- 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
- 471 part of a pari-mutuel pool through another, wherein he gives or
- 472 pays directly or indirectly to such other person anything of
- 473 value. Any person violating this section is guilty of a
- 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 **SECTION 16.** 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 **SECTION 17.** 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 **SECTION 18.** 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

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. 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.

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

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

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

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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.