By: Representative Smith (27th)

To: Gaming; Ways and Means

HOUSE BILL NO. 468

AN ACT TO AMEND SECTIONS 19-3-79, 67-1-71, 75-76-5, 75-76-33, 75-76-34, 75-76-183, 87-1-5, 95-3-25, 97-33-1, 97-33-7, 97-33-17, 1 2 97-33-25 AND 97-33-27, MISSISSIPPI CODE OF 1972, TO ELIMINATE THE 3 4 RESTRICTION THAT THE ONLY SITES WHERE LEGAL GAMING MAY BE AUTHORIZED ARE ON BOARD CERTAIN CRUISE VESSELS OR VESSELS AND TO 5 б ALLOW LEGAL GAMING TO BE CONDUCTED IN ANY COUNTY WHERE TIMELY 7 OBJECTION IS NOT RAISED OR APPROVAL HAS BEEN EXPRESSED IN AN ELECTION; TO REPEAL SECTIONS 27-109-1 THROUGH 27-109-15, MISSISSIPPI CODE OF 1972, WHICH PROVIDED FOR THE LICENSING AND 8 9 REGULATION BY THE STATE TAX COMMISSION OF CRUISE VESSELS AND 10 11 VESSELS UPON WHICH LEGAL GAMING IS CONDUCTED; TO AMEND SECTIONS 1-3-31, 25-4-119 AND 51-1-1, MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; AND FOR RELATED PURPOSES. 12 13

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 19-3-79, Mississippi Code of 1972, is amended as follows:

19-3-79. (1) Any person, corporation or other legal entity 17 18 required to obtain a state gaming license to conduct legal gaming * * * as prescribed by the Mississippi Gaming Control Act 19 20 shall, before applying for such license, provide the Mississippi 21 Gaming Commission with a written notice of intent to apply for a license. The "notice of intent to apply for a gaming license" 22 23 shall be on a form prescribed by the executive director of the commission and shall state the county in which the intending 24 licensee desires to conduct legal gaming * * *. Within ten (10) 25 26 days after receipt of a notice of intent to apply for a gaming license, the commission shall require such person, corporation or 27 legal entity to publish the notice once each week for three (3) 28 consecutive weeks in a newspaper having general circulation in the 29 county in which the intending licensee desires to conduct legal 30 31 gaming * * *.

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32 (2) If no petition as prescribed in subsection (3) of this 33 section is filed with the board of supervisors of the applicable 34 county within thirty (30) days after the date of the last 35 publication, the board of supervisors of such county shall adopt a 36 resolution stating that no petition was timely filed and that 37 legal gaming may henceforth be conducted * * * in such county.

If a petition signed by twenty percent (20%) or fifteen 38 (3) hundred (1500), whichever is less, of the registered voters of a 39 county in which a notice of intent to apply for a gaming license 40 is published is filed within thirty (30) days of the date of the 41 42 last publication with the circuit clerk of the applicable county, the board of supervisors of such county shall authorize the 43 44 circuit clerk to hold an election on the proposition of allowing legal gaming to be conducted * * * in the county on the date upon 45 which such an election may be conducted under subsection (7). The 46 referendum shall be advertised, held, conducted and the result 47 48 thereof canvassed in the manner provided by law for advertising, 49 holding and canvassing county elections.

(4) At such election, all qualified electors of such county 50 51 may vote. The ballots used at such election shall have printed 52 thereon a brief statement of the purpose of the election and the 53 words "FOR LEGAL GAMING * * * IN THE COUNTY AS PRESCRIBED BY LAW," and "AGAINST LEGAL GAMING * * * IN THE COUNTY AS PRESCRIBED BY 54 55 LAW." The voter shall vote by placing a cross (x) or check $(\sqrt{)}$ 56 mark opposite his choice on the proposition. If a majority of the qualified electors who vote in such election shall vote in favor 57 58 of allowing legal gaming to be conducted * * * then legal gaming may henceforth be conducted * * * in the county. If less than a 59 majority of the qualified electors who vote in such election shall 60 vote in favor of allowing legal gaming to be conducted * * * in 61 the county, then gaming * * * shall be prohibited in the county 62 63 until such time as a subsequent election, held according to the

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In any county in which no petition is timely filed after 66 (5) 67 a notice of intent to apply for a gaming license is published, or 68 in which an election is held on the proposition of allowing legal 69 gaming to be conducted * * * in the county and a majority of the 70 qualified electors who vote in such election vote in favor of 71 allowing legal gaming to be conducted * * * in the county, no election shall thereafter be held in that county pursuant to this 72 section on the proposition of allowing legal gaming to be 73 74 conducted * * * in that county.

75 (6) Notwithstanding any provision of this section or Sections 97-33-1, 97-33-7, 97-33-17, 97-33-25 and 97-33-27 to the 76 77 contrary, if an election is held pursuant to this section which 78 causes the conducting of gaming * * * to be prohibited in any 79 county in which one or more cruise vessels were operating as 80 licensed gaming establishments out of a port in the county on June 29, 1990, the prohibition on the conducting of gaming * * * in 81 that county shall not apply to the conducting of legal gaming 82 83 aboard any of those cruise vessels which were * * * operating out of a port in that county at the time of the election. 84

85 (7) If an election has been held on the issue of allowing 86 legal gaming to be conducted * * * in a county, and the authority 87 to conduct such legal gaming has been denied by the electors of 88 such county, then a subsequent election on such issue may not be 89 held until:

90 (a) The date of the next succeeding general election in91 which the election for President of the United States occurs; or

92 (b) In the case in which the authority to conduct such 93 legal gaming has been denied by the electors of such county at 94 elections on three (3) different occasions, whether those 95 occasions be successive or not, the date of the next succeeding 96 general election occurring at least eight (8) years after the last H. B. No. 468 *HRO3/R421* 05/HR03/R421

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97 of the three (3) occasions on which the electors denied the 98 authority to conduct such legal gaming.

99 SECTION 2. Section 67-1-71, Mississippi Code of 1972, is 100 amended as follows:

101 67-1-71. The commission may revoke or suspend any permit 102 issued by it for a violation by the permittee of any of the 103 provisions of this chapter or of the regulations promulgated under 104 it by the commission.

105 Permits must be revoked or suspended for the following 106 causes:

107 (a) Conviction of the permittee for the violation of108 any of the provisions of this chapter;

(b) Willful failure or refusal by any permittee to
comply with any of the provisions of this chapter or of any rule
or regulation adopted pursuant thereto;

(c) The making of any materially false statement in anyapplication for a permit;

(d) Conviction of one (1) or more of the clerks, agents or employees of the permittee, of any violation of this chapter upon the premises covered by such permit within a period of time as designated by the rules or regulations of the commission;

(e) The possession on the premises of any retail permittee of any alcoholic beverages upon which the tax has not been paid;

(f) The willful failure of any permittee to keep the records or make the reports required by this chapter, or to allow an inspection of such records by any duly authorized person;

(g) The suspension or revocation of a permit issued to the permittee by the federal government, or conviction of violating any federal law relating to alcoholic beverages;

(h) The failure to furnish any bond required by this
chapter within fifteen (15) days after notice from the commission;
and

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 4 (BS\LH) (i) The conducting of any form of illegal gambling on
the premises of any permittee or on any premises connected
therewith or the presence on any such premises of any gambling
device with the knowledge of the permittee.

The provisions of <u>paragraph</u> (i) of this section shall not apply to gambling or the presence of any gambling devices, with knowledge of the permittee, on <u>any premises of a licensed gaming</u> <u>establishment where legal gaming is conducted</u>. The commission may, in its discretion, issue on-premises retailer's permits to a <u>gaming licensee</u> of the nature described in this paragraph.

140 No permit shall be revoked except after a hearing by the 141 commission with reasonable notice to the permittee and an 142 opportunity for him to appear and defend.

In addition to the causes specified in this section and other 143 provisions of this chapter, the commission shall be authorized to 144 145 suspend the permit of any permit holder for being out of compliance with an order for support, as defined in Section 146 147 93-11-153. The procedure for suspension of a permit for being out of compliance with an order for support, and the procedure for the 148 149 reissuance or reinstatement of a permit suspended for that 150 purpose, and the payment of any fees for the reissuance or 151 reinstatement of a permit suspended for that purpose, shall be 152 governed by Section 93-11-157 or 93-11-163, as the case may be. 153 If there is any conflict between any provision of Section 154 93-11-157 or 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or 93-11-163, as the case may be, 155 156 shall control.

157 SECTION 3. Section 75-76-5, Mississippi Code of 1972, is 158 amended as follows:

159 75-76-5. As used in this chapter, unless the context160 requires otherwise:

161 (a) "Applicant" means any person who has applied for or 162 is about to apply for a state gaming license, registration or H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 5 (BS\LH) 163 finding of suitability under the provisions of this chapter or 164 approval of any act or transaction for which approval is required 165 or permitted under the provisions of this chapter.

(b) "Application" means a request for the issuance of a state gaming license, registration or finding of suitability under the provisions of this chapter or for approval of any act or transaction for which approval is required or permitted under the provisions of this chapter but does not include any supplemental forms or information that may be required with the application.

172 (C) "Associated equipment" means any equipment or 173 mechanical, electromechanical or electronic contrivance, component or machine used remotely or directly in connection with gaming or 174 175 with any game, race book or sports pool that would not otherwise 176 be classified as a gaming device, including dice, playing cards, 177 links which connect to progressive slot machines, equipment which affects the proper reporting of gross revenue, computerized 178 179 systems of betting at a race book or sports pool, computerized 180 systems for monitoring slot machines, and devices for weighing or 181 counting money.

182 (d) "Chairman" * * * means the Chairman of the183 Mississippi Gaming Commission.

184 (e) "Commission" * * * means the Mississippi Gaming
185 Commission.

186 (f) "Commission member" * * * means a member of the
187 Mississippi Gaming Commission.

(g) "Credit instrument" means a writing which evidences a gaming debt owed to a person who holds a license at the time the debt is created, and includes any writing taken in consolidation, redemption or payment of a prior credit instrument.

(h) "Enforcement division" means a particular division
supervised by the executive director that provides enforcement
functions.

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 6 (BS\LH) 195 (i) "Establishment" means any premises wherein or 196 whereon any gaming is done.

"Executive director" * * * means the Executive 197 (j) 198 Director of the Mississippi Gaming Commission.

199 (k) Except as otherwise provided by law, "game," or 200 "gambling game" means any banking or percentage game played with 201 cards, with dice or with any mechanical, electromechanical or 202 electronic device or machine for money, property, checks, credit 203 or any representative of value, including, without limiting the generality of the foregoing, faro, monte, roulette, keno, fan-tan, 204 205 twenty-one, blackjack, seven-and-a-half, big injun, klondike, 206 craps, poker, chuck-a-luck (dai shu), wheel of fortune, chemin de 207 fer, baccarat, pai gow, beat the banker, panguingui, slot machine, 208 or any other game or device approved by the commission. However, 209 "game" or "gambling game" shall not include bingo games or raffles 210 which are held pursuant to the provisions of Section 97-33-51.

211 The commission shall not be required to recognize any game 212 hereunder with respect to which the commission determines it does 213 not have sufficient experience or expertise.

214 (1) "Gaming" or "gambling" means to deal, operate, 215 carry on, conduct, maintain or expose for play any game as defined 216 in this chapter.

217 "Gaming device" means any mechanical, (m) 218 electromechanical or electronic contrivance, component or machine 219 used in connection with gaming or any game which affects the result of a wager by determining win or loss. The term includes a 220 221 system for processing information which can alter the normal criteria of random selection, which affects the operation of any 222 223 game, or which determines the outcome of a game. The term does 224 not include a system or device which affects a game solely by 225 stopping its operation so that the outcome remains undetermined, 226 and does not include any antique coin machine as defined in

227 Section 27-27-12.

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228 "Gaming employee" means any person connected (n) 229 directly with the operation of a gaming establishment licensed to 230 conduct any game, including: 231 (i) Boxmen; 232 (ii) Cashiers; 233 (iii) Change personnel; 234 (iv) Counting room personnel; 235 (v) Dealers; 236 (vi) Floormen; 237 (vii) Hosts or other persons empowered to extend 238 credit or complimentary services; 239 (viii) Keno runners; 240 (ix) Keno writers; 241 (x) Machine mechanics; 242 (xi) Security personnel; 243 (xii) Shift or pit bosses; 244 (xiii) Shills; 245 (xiv) Supervisors or managers; and (xv) Ticket writers. 246 247 The term "gaming employee" also includes employees of manufacturers or distributors of gaming equipment within this 248 249 state whose duties are directly involved with the manufacture, 250 repair or distribution of gaming equipment. "Gaming employee" does not include bartenders, cocktail 251 252 waitresses or other persons engaged in preparing or serving food or beverages unless acting in some other capacity. 253 254 (0) "Gaming license" means any license issued by the 255 state which authorizes the person named therein to engage in 256 gaming. 257 "Gross revenue" means the total of all of the (p) following, less the total of all cash paid out as losses to 258 259 patrons and those amounts paid to purchase annuities to fund

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 8 (BS\LH) 260 losses paid to patrons over several years by independent financial 261 institutions:

(i) Cash received as winnings;

263 (ii) Cash received in payment for credit extended 264 by a licensee to a patron for purposes of gaming; and 265 (iii) Compensation received for conducting any 266 game in which the licensee is not party to a wager. 267 For the purposes of this definition, cash or the value of 268 noncash prizes awarded to patrons in a contest or tournament are 269 not losses. 270 The term does not include: 271 (i) Counterfeit money or tokens; 272 (ii) Coins of other countries which are received 273 in gaming devices; 274 (iii) Cash taken in fraudulent acts perpetrated 275 against a licensee for which the licensee is not reimbursed; or (iv) Cash received as entry fees for contests or 276 277 tournaments in which the patrons compete for prizes. 278 "Hearing examiner" means a member of the (q) 279 Mississippi Gaming Commission or other person authorized by the

280 commission to conduct hearings.

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(r) "Investigation division" means a particular division supervised by the executive director that provides investigative functions.

(s) "License" means a gaming license or a
manufacturer's, seller's or distributor's license.

286 (t) "Licensee" means any person to whom a valid license
287 has been issued.

(u) "License fees" means monies required by law to be
paid to obtain or continue a gaming license or a manufacturer's,
seller's or distributor's license.

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 9 (BS\LH) (v) "Licensed gaming establishment" means any premises
 licensed pursuant to the provisions of this chapter wherein or
 whereon gaming is done.

294 (w) "Manufacturer's," "seller's" or "distributor's" 295 license means a license issued pursuant to Section 75-76-79. 296 * * *

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(x) "Operation" means the conduct of gaming.

298 <u>(y)</u> "Party" means the Mississippi Gaming Commission and 299 any licensee or other person appearing of record in any proceeding 300 before the commission; or the Mississippi Gaming Commission and 301 any licensee or other person appearing of record in any proceeding 302 for judicial review of any action, decision or order of the 303 commission.

304 (z) "Person" includes any association, corporation,
 305 firm, partnership, trust or other form of business association as
 306 well as a natural person.

307 <u>(aa)</u> "Premises" means land, together with all 308 buildings, improvements and personal property located thereon, and 309 includes all parts of any vessel or cruise vessel.

310 (bb) "Race book" means the business of accepting wagers 311 upon the outcome of any event held at a track which uses the 312 pari-mutuel system of wagering.

313 (cc) "Regulation" means a rule, standard, directive or 314 statement of general applicability which effectuates law or policy 315 or which describes the procedure or requirements for practicing 316 before the commission. The term includes a proposed regulation 317 and the amendment or repeal of a prior regulation but does not 318 include:

319 (i) A statement concerning only the internal management of the commission and not affecting the rights or 320 321 procedures available to any licensee or other person; 322 (ii) A declaratory ruling; 323 (iii) An interagency memorandum; *HR03/R421* 468 H. B. No. 05/HR03/R421 PAGE 10 (BS\LH)

324 (iv) The commission's decision in a contested case325 or relating to an application for a license; or

326 (v) Any notice concerning the fees to be charged327 which are necessary for the administration of this chapter.

328 (dd) "Respondent" means any licensee or other person 329 against whom a complaint has been filed with the commission.

330 "Slot machine" means any mechanical, electrical or (ee) 331 other device, contrivance or machine which, upon insertion of a 332 coin, token or similar object, or upon payment of any consideration, is available to play or operate, the play or 333 334 operation of which, whether by reason of the skill of the operator or application of the element of chance, or both, may deliver or 335 336 entitle the person playing or operating the machine to receive 337 cash, premiums, merchandise, tokens or anything of value, whether 338 the payoff is made automatically from the machine or in any other 339 manner. The term does not include any antique coin machine as defined in Section 27-27-12. 340

341 (ff) "Sports pool" means the business of accepting 342 wagers on sporting events, except for athletic events, by any 343 system or method of wagering other than the system known as the 344 "pari-mutuel method of wagering."

345 (gg) "Temporary work permit" means a work permit which 346 is valid only for a period not to exceed ninety (90) days from its 347 date of issue and which is not renewable.

348 (hh) <u>"Cruise vessel" means a vessel which complies with</u> 349 <u>all United States Coast Guard regulations, having a minimum</u> 350 <u>overall length of one hundred fifty (150) feet and a minimum draft</u> 351 <u>of six (6) feet and which is certified to carry at least two</u> 352 <u>hundred (200) passengers.</u>

353 (ii) <u>"Vessel" means a vessel having a minimum overall</u>
354 <u>length of one hundred fifty (150) feet.</u>

355 (jj) "Work permit" means any card, certificate or 356 permit issued by the commission, whether denominated as a work H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 11 (BS\LH) 357 permit, registration card or otherwise, authorizing the employment 358 of the holder as a gaming employee. A document issued by any 359 governmental authority for any employment other than gaming is not 360 a valid work permit for the purposes of this chapter.

361 (kk) "School or training institution" means any school 362 or training institution which is licensed by the commission to 363 teach or train gaming employees pursuant to Section 75-76-34.

364 (11) "Cheat" means to alter the selection of criteria 365 that determine:

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(i) The rules of a game; or

367 (ii) The amount or frequency of payment in a game.
 368 SECTION 4. Section 75-76-33, Mississippi Code of 1972, is
 369 amended as follows:

370 75-76-33. (1) The commission, from time to time, shall 371 adopt, amend or repeal such regulations, consistent with the 372 policy, objects and purposes of this chapter, as it may deem 373 necessary or desirable in the public interest in carrying out the 374 policy and provisions of this chapter.

375 (2) These regulations shall, without limiting the general376 powers herein conferred, include the following:

377 (a) Prescribing the method and form of application
378 which any applicant for a license or for a manufacturer's,
379 seller's or distributor's license must follow and complete before
380 consideration of his application by the executive director or the
381 commission.

382 (b) Prescribing the information to be furnished by any
383 applicant or licensee concerning his antecedents, habits,
384 character, associates, criminal record, business activities and
385 financial affairs, past or present.

386 (c) Prescribing the information to be furnished by a387 licensee relating to his employees.

388 (d) Requiring fingerprinting of an applicant or 389 licensee, and gaming employees of a licensee, or other methods of H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 12 (BS\LH) 390 identification and the forwarding of all fingerprints taken 391 pursuant to regulation of the Federal Bureau of Investigation.

(e) Prescribing the manner and procedure of all
 hearings conducted by the commission or any hearing examiner of
 the commission, including special rules of evidence applicable
 thereto and notices thereof.

(f) Requiring any applicant to pay all or any part of the fees and costs of investigation of such applicant as may be determined by the commission, except that no applicant for an initial license shall be required to pay any part of the fees or costs of the investigation of the applicant with regard to the initial license.

402 (g) Prescribing the manner and method of collection and403 payment of fees and issuance of licenses.

404 (h) Prescribing under what conditions a licensee may be405 deemed subject to revocation or suspension of his license.

406 (i) Requiring any applicant or licensee to waive any
407 privilege with respect to any testimony at any hearing or meeting
408 of the commission, except any privilege afforded by the
409 Constitution of the United States or this state.

(j) Defining and limiting the area, games and devices
permitted, and the method of operation of such games and devices,
for the purposes of this chapter.

(k) Prescribing under what conditions the nonpayment of a gambling debt by a licensee shall be deemed grounds for revocation or suspension of his license.

416 (1) Governing the use and approval of gambling devices417 and equipment.

(m) Prescribing the qualifications of, and the conditions under which, attorneys, accountants and others are permitted to practice before the commission.

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 13 (BS\LH) 421 (n) Restricting access to confidential information
422 obtained under this chapter and ensuring that the confidentiality
423 of such information is maintained and protected.

424 (o) Prescribing the manner and procedure by which the
425 executive director on behalf of the commission shall notify a
426 county or a municipality wherein an applicant for a license
427 desires to locate.

(p) Prescribing the manner and procedure for an
objection to be filed with the commission and the executive
director by a county or municipality wherein an applicant for a
license desires to locate.

432 (3) Notwithstanding any other provision of law, each
433 licensee shall be required to comply with the following
434 regulations:

(a) No wagering shall be allowed on the outcome of any
athletic event, nor on any matter to be determined during an
athletic event, nor on the outcome of any event which does not
take place on the premises.

(b) No wager may be placed by, or on behalf of, any
individual or entity or group, not present <u>on the premises of a</u>
<u>licensed gaming establishment</u>.

442 **SECTION 5.** Section 75-76-34, Mississippi Code of 1972, is 443 amended as follows:

75-76-34. (1) The Mississippi Gaming Commission is 444 445 authorized to regulate all schools or training institutions that 446 teach or train gaming employees. Such schools shall only be 447 located in counties where gaming is legal * * * or in counties 448 where cruise vessels were legally operating out of a port at the 449 time of passage of the Mississippi Gaming Control Act pursuant to 450 Section 19-3-79. No such school shall be located on publicly 451 owned property, and no public school shall teach or train persons 452 to be gaming employees. The gaming activities of schools or 453 training institutions regulated by the commission shall be deemed *HR03/R421* 468 H. B. No. 05/HR03/R421

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454 to be legal under the laws of the State of Mississippi. Any 455 person desiring to operate a school or training institution must 456 file a license application with the executive director to be 457 licensed by the commission.

458 (2) The commission may adopt regulations it deems necessary 459 to regulate schools and training institutions. These regulations 460 shall, without limiting the general powers of the commission, 461 include the following:

(a) Prescribing the method and form of application
which any applicant for a school or training institution must
follow and complete before consideration of his application by the
executive director or commission.

(b) Prescribing the information to be furnished by theapplicant relating to his employees.

468 (c) Requiring fingerprinting of the applicant,
469 employees and students of the school or institution or other
470 methods of identification and the forwarding of all fingerprints
471 taken pursuant to regulation of the Federal Bureau of
472 Investigation.

(d) Requiring any applicant to pay all or part of the
fees and costs of investigation of the applicant as may be
determined by the commission.

(e) Prescribing the manner and method of collection and
payment of fees and costs and issuance of licenses to schools or
training institutions.

(f) Prescribing under what conditions a licensee authorized by this section may be deemed subject to revocation or suspension of his license.

(g) Defining the curriculum of the school or training
institution, the games and devices permitted, the use of tokens
only for instruction purposes, and the method of operation of
games and devices.

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 15 (BS\LH) (h) Requiring the applicant to submit its location of the school or training institution, which shall be at least four hundred (400) feet from any church, school, kindergarten or funeral home. However, within an area zoned commercial or business, the minimum distance shall not be less than one hundred (100) feet.

492 (i) Requiring that all employees and students of the
493 school or training institution be at least twenty-one (21) years
494 of age and be a resident of the State of Mississippi.

(j) Requiring all employees and students of the school or training institution to wear identification cards issued by the commission while on the premises of the school or training institution.

499 Requiring the commission to investigate each (k) applicant, employee and student and determine that the individual 500 501 does not fall within any one (1) of the following categories: (i) Is under indictment for, or has been convicted 502 503 in any court of, a felony; 504 (ii) Is a fugitive from justice; 505 (iii) Is an unlawful user of any controlled 506 substance, is addicted to any controlled substance or alcoholic 507 beverage, or is an habitual drunkard; 508 (iv) Is a mental defective, has been committed to a mental institution, or has been voluntarily committed to a 509 510 mental institution on more than one (1) occasion; (v) Has been discharged from the Armed Forces 511 512 under dishonorable conditions; or (vi) Has been found at any time by the executive 513 director or commission to have falsified any information. 514 SECTION 6. Section 75-76-183, Mississippi Code of 1972, is 515 516 amended as follows:

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 16 (BS\LH) 517 75-76-183. (1) Each applicant for a license to conduct 518 gaming * * * shall pay an application fee of Five Thousand Dollars 519 (\$5,000.00).

520 (2) Each licensee who is licensed to conduct gaming * * *
521 shall pay an annual license fee of Five Thousand Dollars
522 (\$5,000.00).

523 **SECTION 7.** Section 87-1-5, Mississippi Code of 1972, is 524 amended as follows:

525 87-1-5. If any person, by playing at any game whatever, or by betting on the sides or hands of such as do play at any game, 526 527 or by betting on any horse race or cockfight, or at any other sport or pastime, or by any wager whatever, shall lose any money, 528 529 property or other valuable thing, real or personal, and shall pay or deliver the same or any part thereof, the person so losing and 530 531 paying or delivering the same, or his wife or children, may sue 532 for and recover such money, property or other valuable thing so 533 lost and paid or delivered, or any part thereof, from the person 534 knowingly receiving the same, with costs. However, this section shall not apply to betting, gaming or wagering * * * that is legal 535 536 under the laws of the State of Mississippi.

537 **SECTION 8.** Section 95-3-25, Mississippi Code of 1972, is 538 amended as follows:

539 95-3-25. Any building, club, vessel, boat, place or room, 540 wherein is kept or exhibited any game or gaming table, commonly 541 called A.B.C. or E.O. roulette, or rowley-powley, or rouquetnoir, roredo, keno, monte, or any faro-bank, dice, or other game, gaming 542 543 table, or bank of the same or like kind, or any other kind or 544 description of gambling device under any other name whatever, and any such place where information is furnished for the purpose of 545 546 making and settling bets or wagers on any horse race, prize fight, 547 or on the outcome of any like event, or where bets or wagers are 548 arranged for, made or settled, shall be deemed to be a common 549 nuisance and may be abated by writ of injunction, issued out of a *HR03/R421* 468 H. B. No.

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court of equity upon a bill filed in the name of the state by the 550 551 Attorney General, or any district or county attorney, whose duty 552 requires him to prosecute criminal cases on behalf of the state in 553 the county where the nuisance is maintained, or by any citizen or 554 citizens of such county, such bill to be filed in the county in 555 which the nuisance exists. And all rules of evidence and of practice and procedure that pertain to courts of equity generally 556 557 in this state may be invoked and applied in any injunction 558 procedure hereunder. The provisions of this section shall not apply to any form of gaming or gambling that is legal under the 559 560 laws of the State of Mississippi or to a licensed gaming establishment having * * * any gambling device, machine or 561 562 equipment that is owned, possessed, controlled, installed, procured, repaired or transported in accordance with subsection 563 564 (4) of Section 97-33-7.

565 Upon the abatement of any such nuisance, any person found to 566 be the owner, operator or exhibitor of any gambling device 567 described in the first paragraph of this section may be required 568 by the court to enter into a good and sufficient bond in such 569 amount as may be deemed proper by the court, to be conditioned 570 that the obligor therein will not violate any of the laws of 571 Mississippi pertaining to gaming or gambling for a period of not 572 to exceed two (2) years from the date thereof. The failure to make such bond shall be a contempt of court and for such contempt 573 574 the person or party shall be confined in the county jail until such bond is made, but not longer than two (2) years. Said bond 575 576 shall be approved by the clerk of the court where the proceedings 577 were had and shall be filed as a part of the record of such case. 578 SECTION 9. Section 97-33-1, Mississippi Code of 1972, is

579 amended as follows:

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580 97-33-1. If any person shall encourage, promote or play at 581 any game, play or amusement, other than a fight or fighting match 582 between dogs, for money or other valuable thing, or shall wager or H. B. No. 468 *HRO3/R421* 05/HR03/R421 583 bet, promote or encourage the wagering or betting of any money or 584 other valuable things, upon any game, play, amusement, cockfight, 585 Indian ball play, or duel, other than a fight or fighting match 586 between dogs, or upon the result of any election, event or contingency whatever, upon conviction thereof, he shall be fined 587 in a sum not more than Five Hundred Dollars (\$500.00); and, unless 588 589 such fine and costs be immediately paid, shall be imprisoned for any period not more than ninety (90) days. However, this section 590 591 shall not apply to betting, gaming or wagering * * * that is legal under the laws of the State of Mississippi. 592

593 **SECTION 10.** Section 97-33-7, Mississippi Code of 1972, is 594 amended as follows:

595 97-33-7. (1) It shall be unlawful for any person or 596 persons, firm, copartnership, or corporation to have in 597 possession, own, control, display, or operate any cane rack, knife 598 rack, artful dodger, punch board, roll down, merchandise wheel, 599 slot machine, pinball machine, or similar device or devices. 600 Provided, however, that this section shall not be so construed as 601 to make unlawful the ownership, possession, control, display or 602 operation of any antique coin machine as defined in Section 603 27-27-12, or any music machine or bona fide automatic vending 604 machine where the purchaser receives exactly the same quantity of 605 merchandise on each operation of said machine. Any slot machine 606 other than an antique coin machine as defined in Section 27-27-12 607 which delivers, or is so constructed as that by operation thereof it will deliver to the operator thereof anything of value in 608 609 varying quantities, in addition to the merchandise received, and 610 any slot machine other than an antique coin machine as defined in Section 27-27-12 that is constructed in such manner as that slugs, 611 612 tokens, coins or similar devices are, or may be, used and delivered to the operator thereof in addition to merchandise of 613 614 any sort contained in such machine, is hereby declared to be a 615 gambling device, and shall be deemed unlawful under the provisions *HR03/R421* 468 H. B. No. 05/HR03/R421

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of this section. Provided, however, that pinball machines which do not return to the operator or player thereof anything but free additional games or plays shall not be deemed to be gambling devices, and neither this section nor any other law shall be construed to prohibit same.

621 (2) No property right shall exist in any person, natural or artificial, or be vested in such person, in any or all of the 622 623 devices described herein that are not exempted from the provisions 624 of this section; and all such devices are hereby declared to be at 625 all times subject to confiscation and destruction, and their 626 possession shall be unlawful, except when in the possession of 627 officers carrying out the provisions of this section. It shall be 628 the duty of all law-enforcing officers to seize and immediately destroy all such machines and devices. 629

(3) A first violation of the provisions of this section 630 631 shall be deemed a misdemeanor, and the party offending shall, upon 632 conviction, be fined in any sum not exceeding Five Hundred Dollars 633 (\$500.00), or imprisoned not exceeding three (3) months, or both, 634 in the discretion of the court. In the event of a second 635 conviction for a violation of any of the provisions of this section, the party offending shall be subject to a sentence of not 636 637 less than six (6) months in the county jail, nor more than two (2) 638 years in the State Penitentiary, in the discretion of the trial 639 court.

640 (4) Notwithstanding any provision of this section to the 641 contrary, it shall not be unlawful to operate any equipment or 642 device described in subsection (1) of this section or any gaming, 643 gambling or similar device or devices by whatever name called 644 while on the premises of any licensed gaming establishment.

645 * * *

646 (5) Notwithstanding any provision of this section to the 647 contrary, it shall not be unlawful (a) to own, possess, repair or 648 control any gambling device, machine or equipment <u>on the premises</u> H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 20 (BS\LH)

of any licensed gaming establishment or on the business premises 649 650 appurtenant to any such licensed gaming establishment during any period of time in which such licensed gaming establishment is 651 652 being constructed, repaired, maintained or operated in this state; 653 (b) to install any gambling device, machine or equipment on the 654 premises of any licensed gaming establishment; (c) to possess or 655 control any gambling device, machine or equipment during the 656 process of procuring or transporting such device, machine or 657 equipment for installation on the premises of any licensed gaming establishment; or (d) to store in a warehouse or other storage 658 659 facility any gambling device, machine, equipment, or part thereof, 660 regardless of whether the county or municipality in which the 661 warehouse or storage facility is located has approved gaming on 662 the premises of any licensed gaming establishment, provided that 663 such device, machine or equipment is operated only in a county or 664 municipality that has approved gaming on the premises of any 665 licensed gaming establishment. Any gambling device, machine or 666 equipment that is owned, possessed, controlled, installed, 667 procured, repaired, transported or stored in accordance with this subsection shall not be subject to confiscation, seizure or 668 destruction. * * * Any person, firm, partnership or corporation 669 670 which owns, possesses, controls, installs, procures, repairs, 671 transports or stores any gambling device, machine or equipment in accordance with this subsection shall not be subject to any 672 673 prosecution or penalty under this section. Any person 674 constructing or repairing licensed gaming establishments within a 675 municipality shall comply with all municipal ordinances protecting 676 the general health or safety of the residents of the municipality. 677 SECTION 11. Section 97-33-17, Mississippi Code of 1972, is

678 amended as follows:

97-33-17. (1) All monies exhibited for the purpose of
betting or alluring persons to bet at any game, and all monies
staked or betted, shall be liable to seizure by any sheriff,

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 21 (BS\LH) 682 constable, or police officer, together with all the appliances 683 used or kept for use in gambling, or by any other person; and all 684 the monies so seized shall be accounted for by the person making 685 the seizure, and all appliances seized shall be destroyed; 686 provided, however, this section shall not apply to betting, gaming 687 or wagering * * * that is legal under the laws of the State of 688 Mississippi.

(2) Nothing in this section shall apply to any gambling
device, machine or equipment that is owned, possessed, controlled,
installed, procured, repaired or transported in accordance with
subsection (4) of Section 97-33-7.

693 **SECTION 12.** Section 97-33-25, Mississippi Code of 1972, is 694 amended as follows:

695 97-33-25. If any person shall sell or buy, either directly or indirectly, any chance in what is commonly called pool, upon 696 697 any event whatever, or shall in any manner engage in such business 698 or pastime, he shall be fined not more than Five Hundred Dollars 699 (\$500.00) or shall be imprisoned in the county jail not more than 700 ninety (90) days; provided, however, this section shall not apply 701 to betting, gaming or wagering * * * that is legal under the laws 702 of the State of Mississippi.

703 SECTION 13. Section 97-33-27, Mississippi Code of 1972, is
704 amended as follows:

97-33-27. If any person shall bet on a horse race or a yacht race or on a shooting match, he shall be fined not more than Five Hundred Dollars (\$500.00), and, unless the fine and costs be immediately paid, he shall be imprisoned in the county jail not more than ninety (90) days; provided, however, this section shall not apply to betting, gaming or wagering * * * that is legal under the laws of the State of Mississippi.

712 SECTION 14. Section 1-3-31, Mississippi Code of 1972, is 713 amended as follows:

H. B. No. 468 *HRO3/R421* 05/HR03/R421 PAGE 22 (BS\LH) 1-3-31. * * * All rivers, creeks and bayous in this state, twenty-five (25) miles in length, and having sufficient depth and width of water for thirty (30) consecutive days in the year to float a steamboat with carrying capacity of two hundred (200) bales of cotton, are navigable waters of this state and public highways.

720 **SECTION 15.** Section 25-4-119, Mississippi Code of 1972, is 721 amended as follows:

722 25-4-119. No elected or appointed official shall derive any 723 pecuniary benefit, directly or indirectly, as a result of such 724 elected or appointed official's duties under Sections 725 21-19-33, * * * 67-1-71, 87-1-5, 95-3-25, 97-33-1, 97-33-7, 726 97-33-9, 97-33-17, 97-33-25 and 97-33-27. Any person convicted of 727 a violation of this section shall be punished pursuant to the 728 provisions of Article 3, Chapter 4, Title 25, Mississippi Code of

729 1972.

730 SECTION 16. Section 51-1-1, Mississippi Code of 1972, is
731 amended as follows:

732 51-1-1. * * * All rivers, creeks and bayous in this state, 733 twenty-five (25) miles in length, that have sufficient depth and 734 width of water for thirty (30) consecutive days in the year for 735 floating a steamboat with carrying capacity of two hundred (200) 736 bales of cotton are hereby declared to be navigable waters of this 737 state.

738 SECTION 17. Sections 27-109-1, 27-109-3, 27-109-5, 27-109-7, 739 27-109-9, 27-109-11, 27-109-13 and 27-109-15, Mississippi Code of 740 1972, which provided for the licensing and regulation by the State 741 Tax Commission of cruise vessels and vessels upon which legal 742 gaming is conducted, are repealed.

743 SECTION 18. The Attorney General of the State of Mississippi 744 shall submit Section 1 of this act, immediately upon approval by 745 the Governor, or upon approval by the Legislature subsequent to a 746 veto, to the Attorney General of the United States or to the H. B. No. 468 *HRO3/R421* 05/HR03/R421

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747 United States District Court for the District of Columbia in

748 accordance with the provisions of the Voting Rights Act of 1965,

749 as amended and extended.

750 SECTION 19. Section 1 of this act shall take effect and be 751 in force from and after the date it is effectuated under Section 5 752 of the Voting Rights Act of 1965, as amended and extended. 753 Sections 2 through 17 of this act shall take effect and be in 754 force from and after its passage.