By: Representatives Hopkins, Baria, Brown, To: Gaming; Ways and Means Byrd, Carpenter, Criswell, Currie, Eubanks, Evans (45th), Gibbs (36th), Henley, Horan, Kinkade, Massengill, McLeod, McNeal, Morgan, Pigott, Powell, Roberson, Rogers (61st), Scoggin, Shanks, Snowden, Staples, Steverson, Straughter, Wallace, Blackmon, Holloway, Mickens, Calhoun, Weathersby

HOUSE BILL NO. 1207

AN ACT TO CREATE THE MISSISSIPPI VETERANS ORGANIZATIONS SUPPLEMENTAL FUNDING ACT OF 2019; TO PROVIDE THAT THE PROVISIONS OF THE ACT SHALL BE ADMINISTERED BY THE MISSISSIPPI GAMING COMMISSION; TO PROVIDE THAT ESTABLISHMENTS AND TERMINAL OPERATORS 5 SHALL BE REQUIRED TO OPERATE UNDER A PRIVILEGE LICENSE; TO DEFINE 6 CERTAIN TERMS FOR THE ACT; TO PROVIDE CERTAIN POWERS TO THE 7 COMMISSION AND ITS AGENTS; TO PROVIDE FOR COMMISSION REGULATIONS; 8 TO PROVIDE FOR THE LICENSURE PROCESS; TO PROVIDE THE LICENSURE 9 FEES; TO PROVIDE FOR THE TAX ON THE GROSS TERMINAL REVENUES; TO 10 PROVIDE THE CRIMINAL PENALTIES FOR VIOLATIONS OF THE ACT; TO 11 PROVIDE THE COMMISSION WITH OPTIONAL RECIPROCITY; TO REQUIRE THE 12 COMMISSION TO MAKE APPLICATIONS FOR LICENSURE AVAILABLE WITHIN 90 DAYS OF THE EFFECTIVE DATE OF THIS ACT; TO PROVIDE FOR A CONDITIONAL LICENSE; TO PROVIDE FOR TERMINAL PLACEMENT AGREEMENTS; 14 15 TO AMEND SECTION 27-115-5, MISSISSIPPI CODE OF 1972, TO CLARIFY 16 THAT NOTHING IN THIS ACT SHALL BE DEEMED A VIDEO LOTTERY OR VIDEO 17 LOTTERY TERMINAL UNDER THE ALYCE G. CLARK MISSISSIPPI LOTTERY LAW; 18 TO AMEND SECTION 75-76-5, MISSISSIPPI CODE OF 1972, TO CLARIFY 19 THAT NOTHING IN THIS ACT SHALL BE DEEMED A GAME, GAMBLING GAME OR 20 GAMBLING DEVICE UNDER THE MISSISSIPPI GAMING CONTROL ACT; TO AMEND 21 SECTIONS 67-1-71, 97-33-9, 97-33-11, 97-33-13, 97-33-21, 97-33-23 AND 97-33-49, MISSISSIPPI CODE OF 1972, TO CONFORM WITH THE 22 23 PROVISIONS OF THIS ACT; AND FOR RELATED PURPOSES. 24 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

25 SECTION 1. This act shall be referred to and may be cited as

26 the "Mississippi Veterans Organizations Supplemental Funding Act

27 of 2019."

28	SECTION 2.	(1)	The provisions of this chapter shall be
29	administered by	the M	Mississippi Gaming Commission, which shall
30	administer them	for t	the protection of the public and in the public

- 31 interest in accordance with the policy of this state.
- 32 (2) The terminal operator and the veterans organization
- 33 video gaming establishment operations within the territorial
- 34 jurisdiction of the State of Mississippi shall be required to
- 35 apply for and obtain a privilege license from the Mississippi
- 36 Gaming Commission.
- 37 (3) The following terms shall have the following meanings,
- 38 unless the context clearly indicates otherwise:
- 39 (a) "Gross terminal revenue" means the total of cash or
- 40 cash equivalents received by a video gaming terminal minus the
- 41 total of cash or cash equivalents paid out to players as a result
- 42 of playing a video gaming terminal. The term does not include
- 43 counterfeit cash or cash taken in a fraudulent act perpetrated
- 44 against a terminal operator licensee for which the terminal
- 45 operator licensee is not reimbursed.
- (b) "Person" shall have the same meaning as defined in
- 47 Section 75-76-5.
- 48 (c) "Terminal operator" means a person that owns,
- 49 services or maintains video gaming terminals for placement and
- 50 operation on the premises of a veterans organization videogaming
- 51 establishment licensee.

- 52 (d) "Veterans organization video gaming establishment"
- 53 means the location where a qualified veterans organization that
- 54 derives its charter from a national veterans organization
- 55 regularly meets.
- (e) "Video gaming terminal" means a mechanical or
- 57 electrical contrivance, terminal, machine or other device approved
- 58 by the commission that, upon insertion of cash or cash
- 59 equivalents, is available to play or operate one or more gambling
- 60 games, the play of which utilizes a random number generator, and
- 61 (i) may award a winning player either a free game or credit that
- 62 shall only be redeemable for cash or cash equivalents at a
- 63 redemption terminal, (ii) may utilize video displays, and (iii)
- 64 may use an electronic credit system for receiving wagers and
- 65 making payouts that are only redeemable at a redemption terminal.
- 66 (4) The commission and its agents may:
- 67 (a) Inspect and examine all premises of veterans
- 68 organization video gaming establishments licensed under this
- 69 chapter.
- 70 (b) Inspect all equipment and supplies in, upon or
- 71 about such premises.
- 72 (c) Summarily seize and remove from such premises and
- 73 impound any equipment or supplies for the purpose of examination
- 74 and inspection.
- 75 (d) Demand access to and inspect, examine, photocopy
- 76 and audit all papers, books and records of applicants and

- 77 licensees, on their premises, or elsewhere as practicable, and in
- 78 the presence of the licensee or his agent, respecting all matters
- 79 affecting the enforcement of the policy or any of the provisions
- 80 of this chapter.
- 81 (5) For the purpose of conducting audits after the cessation
- 82 of operations by a licensee, the former licensee shall furnish,
- 83 upon demand of an agent of the commission, books, papers and
- 84 records as necessary to conduct the audits. The former licensee
- 85 shall maintain all books, papers and records necessary for audits
- 86 for a period of one (1) year after the date of the surrender or
- 87 revocation of his privilege license. If the former licensee seeks
- 88 judicial review of a deficiency determination or files a petition
- 89 for a redetermination, he must maintain all books, papers and
- 90 records until a final order is entered on the determination.
- 91 (6) The commission may investigate, for the purpose of
- 92 prosecution, any suspected criminal violation of the provisions of
- 93 this chapter.
- 94 (7) The commission, or any of its members, has full power
- 95 and authority to issue subpoenas and compel the attendance of
- 96 witnesses at any place within this state, to administer oaths and
- 97 to require testimony under oath. Any process or notice may be
- 98 served in the manner provided for service of process and notices
- 99 in civil actions. The commission may pay such transportation and
- 100 other expense of witnesses as it may deem reasonable and proper.
- 101 Any person making false oath in any matter before the commission

102	is guilt	ty of pe	rjury. The	e cor	mmissic	on, or	any	membe	r th	nereof,	may
103	appoint	hearing	examiners	who	may ac	lminist	ter (oaths	and	receive	9

104 evidence and testimony under oath.

SECTION 3. (1) The Gaming Commission shall, from time to
time, adopt, amend or repeal such regulations, consistent with the
policy, objects and purposes of this chapter as it may deem
necessary or desirable in the public interest in carrying out the
policy and provisions of this chapter.

- 110 (2) These regulations shall, without limiting the general 111 powers herein conferred, include the following:
- 112 (a) Prescribing the method and form of application
 113 which any applicant for a privilege license must follow and
 114 complete before consideration of his application by the
 115 commission.
- 116 (b) Prescribing the information to be furnished by any
 117 applicant or licensee concerning his antecedents, habits,
 118 character, associates, criminal record, business activities and
 119 financial affairs, past or present.
- 120 (c) Prescribing the information to be furnished by a
 121 licensee relating to his employees.
- 122 (d) Requiring fingerprinting of an applicant or 123 licensee, or other methods of identification for such persons.
- 124 (e) Prescribing the manner and procedure of all
 125 hearings conducted by the commission or any hearing examiner of

126	the commission,	including	special	rules	of	evidence	applicable
127	thereto and not:	ices thered	of.				

- (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.
- 131 (g) Prescribing the manner and method of collection and 132 payment of fees and issuance of licenses.
- 133 (h) Prescribing under what conditions a licensee may be
 134 deemed subject to revocation or suspension of his license.
- (i) Requiring any applicant or licensee to waive any privilege with respect to any testimony at any hearing or meeting of the commission, except any privilege afforded by the Constitution of the United States or this state.
- (j) Requiring that any licensee or owner of ten percent (10%) or more of the operation shall not sell all or part of his ownership to a purchasing party until the purchasing party has met the requirements of this chapter.
- 143 (k) Requiring that such veterans organization video 144 gaming establishments shall not advertise themselves as casinos.
- SECTION 4. (1) Any person who the Gaming Commission

 determines is qualified to receive a license or is found suitable

 under the provisions of this chapter, having due consideration for

 the proper protection of the health, safety, morals, good order

 and general welfare of the inhabitants of the State of Mississippi

 and the declared policy of this state, may be issued a state

151	privilege 1:	icense f	for the	operation	of '	video	gaming	at	a vete	rans
152	organization	n video	gaming	establishm	ent	the b	ourden c	of p	proving	his

153 qualification to receive any license or be found suitable is on

154 the applicant.

- 155 (2) An application to receive a license shall not be granted 156 unless the commission is satisfied that the applicant is:
- 157 (a) A person of good character, honesty and integrity;
- 158 (b) A person whose prior activities, criminal record,
- 159 if any, reputation, habits and associations do not pose a threat
- 160 to the public interest of this state or to the effective
- 161 regulation and control of a veterans organization video gaming
- 162 establishment, or create or enhance the dangers of unsuitable,
- 163 unfair or illegal practices, methods and activities in the
- 164 operation of video gaming at a veterans organization video gaming
- 165 establishment, or the carrying on of the business and financial
- 166 arrangements incidental thereto; and
- 167 (c) In all other respects qualified to be licensed or
- 168 found suitable consistently with the declared policy of the state.
- SECTION 5. (1) The Gaming Commission shall evaluate and
- 170 consider any application for a license to operate either as a
- 171 terminal operator or a veterans organization video gaming
- 172 establishment pursuant to this section.
- 173 (2) The Gaming Commission may:
- 174 (a) Deny the application;

175	(b)	Remand	the	matter	for	such	further	investigation
176	and reconsi	dera	ation as	s the	e commis	ssion	n mav	order:	or

- 177 (c) By majority vote of the members present, grant the
 178 application for a privilege license. For the purposes of this
 179 section, a tie vote of the commission upon an application does not
 180 constitute a recommendation of denial of the application.
- 181 (3) The privilege license granted under this chapter is 182 specific to the applicant.
- (4) If the commission is not satisfied that an applicant is qualified to be licensed under this chapter, the commission may cause to be made such investigation into and conduct such hearings concerning the qualifications of the applicant in accordance with its regulations as it may deem necessary.
- 188 (5) If the commission desires further investigation be made 189 or to conduct any hearings, it shall so notify the applicant and 190 set a date for hearing, if a hearing is requested by the 191 applicant.
- 192 (6) The commission has full and absolute power and authority 193 to deny any application for any cause it deems reasonable. If an 194 application is denied, the commission shall prepare and file its 195 written decision upon which its order denying the application is 196 based.
- 197 **SECTION 6.** If satisfied that an applicant is eligible to 198 receive a state privilege license for the operation of video 199 gaming terminals at a veterans organization video gaming

200 establishment, either as a licensed terminal operator, or as a 201 licensed veterans organization video gaming establishment, and 202 upon tender of all license fees as required by law and regulation 203 of the Mississippi Gaming Commission and the faithful performance 204 of all requirements imposed by law or regulation or the conditions 205 of the license, the commission shall issue to the applicant named, 206 under the name or style designated, such license as may be 207 appropriate or as is provided by law. An individual or entity may 208 not be issued a veterans organization video gaming establishment 209 license if that individual or entity has been issued a terminal 210 operator license, and an individual or entity may not be issued a 211 terminal operator license if that individual or entity (or any 212 affiliate thereof) has been issued a veterans organization video 213 gaming establishment license.

- 214 **SECTION 7.** (1) Each applicant for a privilege license for a 215 terminal operator license shall pay an application fee of Five 216 Thousand Dollars (\$5,000.00).
- 217 (2) Each applicant for a privilege license for a veterans
 218 organization video gaming establishment license shall pay an
 219 application fee of One Thousand Dollars (\$1,000.00).
- 220 (3) Each terminal operator licensee shall pay a license fee 221 of Five Thousand Dollars (\$5,000.00).
- 222 (4) Each veterans organization video gaming establishment 223 licensee shall pay a license fee of One Thousand Dollars 224 (\$1,000.00).



- 225 (5) The cost of a credit shall only be One Cent (1¢), Five 226 Cents (5¢), Ten Cents (10¢) or Twenty-five Cents (25¢).
- 227 (6) The maximum wager per individual game (defined as any 228 random generated outcome) shall not exceed Five Dollars (\$5.00).
- 229 (7) The maximum prize per individual game (defined as any 230 random generated outcome) shall not exceed One Thousand Dollars (\$1,000.00).
- 232 (8) No more than fifteen (15) video gaming terminals may be 233 placed on the premises of a veterans organization video gaming 234 establishment licensee.
- 235 (9) There shall be imposed on gross terminal revenue a tax
 236 of Thirty-three Percent (33%). Political subdivisions are
 237 prohibited from imposing any additional taxes or fees. A holder
 238 of any terminal operator license shall display the minimum
 239 theoretical aggregate payout percentage of all electronic gaming
 240 devices in operation and in all cases that percentage shall be no
 241 less than Eighty-five Percent (85%).
- 242 (10) The terminal operator licensee shall remit to the 243 establishment no more or less than an equal split of gross 244 terminal revenue after deducting gaming taxes specified in this 245 chapter from each video gaming terminal located on the premises of 246 the veterans organization video gaming establishment licensee.
- 247 <u>SECTION 8.</u> (1) Any person who violates any provision of 248 this chapter shall be punished:

249	(a) For any offense, by imprisonment in the state
250	penitentiary for not more than ten (10) years, or by a fine of not
251	more than Ten Thousand Dollars (\$10,000.00), or by both fine and
252	imprisonment.

- 253 For a second or subsequent offense, the court shall (b) 254 not suspend a sentence of imprisonment imposed pursuant to 255 paragraph (a) of this subsection or grant probation to the person 256 convicted.
- 257 Any person who attempts, or two (2) or more persons who (2) conspire, to violate any provision of this chapter, each shall be 258 259 punished by imposing the penalty provided in subsection (1) for the completed crime. 260
 - SECTION 9. The Gaming Commission may determine (1)(a) whether the licensing standards of another jurisdiction within the United States in which an applicant, its affiliate, intermediary, subsidiary or holding company for a terminal operator license is similarly licensed are comprehensive and thorough and provide similar adequate safeguards as those required by this chapter.
- If the Gaming Commission makes that determination, 268 it may issue a terminal operator license to an applicant who 269 holds, or whose affiliate holds, a terminal operator license in 270 the other jurisdiction after conducting an evaluation of the information relating to the applicant from the other 271 272 jurisdictions, as updated by the Gaming Commission, and evaluating other information related to the applicant received from that 273

(b)

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274	iurisdiction	and other	jurisdictions	where	the	applicant	may h	٦,
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- 275 licensed, the Gaming Commission may incorporate such information
- 276 in whole or in part into the Gaming Commission's evaluation of the
- 277 applicant.
- 278 (2) In the event an applicant for a terminal operator
- 279 license is licensed in another jurisdiction, the Gaming Commission
- 280 may determine to use an alternate process requiring only that
- 281 information determined by the Gaming Commission to be necessary to
- 282 consider the issuance of a license, including financial viability
- 283 of the licensee, to such an applicant.
- 284 (3) Nothing in this section shall be construed to waive fees
- 285 associated with obtaining a license through the normal application
- 286 process.
- 287 **SECTION 10.** (1) (a) Within ninety (90) days after the
- 288 effective date of this act, the Gaming Commission shall make
- 289 applications for establishment licenses available to applicants.
- 290 (b) The Executive Director of the Mississippi Gaming
- 291 Commission shall issue a conditional license to an applicant for
- 292 an establishment license if the applicant satisfies, as determined
- 293 by the commission, all of the following criteria:
- 294 (i) The applicant has never been convicted of a
- 295 felony in any jurisdiction.
- 296 (ii) The applicant is current on all state taxes.
- 297 (iii) The applicant has submitted a completed

298 application for an establishment license in accordance with this

299	chapter,	which	n may be	subr	mitted	concurrently	with	the	applicant's	S
300	request	for a	conditi	onal	licens	se.				

- 301 (iv) The applicant has never been convicted of a 302 gambling law violation in any jurisdiction.
- 303 (c) The Executive Director of the Mississippi Gaming
 304 Commission shall issue a conditional license to an applicant for
 305 an establishment license, within sixty (60) days after the
 306 completed application has been received by the Gaming Commission,
 307 provided that the executive director determines that the criteria
 308 contained in paragraph (b) of this subsection (1) has been
 309 satisfied.
- 310 (2) (a) Within ninety (90) days after the effective date of 311 this act, the Gaming Commission shall make applications for 312 terminal operator licenses available to applicants.
- 313 (b) The Executive Director of the Mississippi Gaming
 314 Commission shall issue a conditional license to an applicant for a
 315 terminal operator license if the applicant satisfies, as
 316 determined by the commission, all of the following criteria:
- 317 (i) The applicant has never been convicted of a 318 felony in any jurisdiction.
- 319 (ii) The applicant is current on all state taxes.
- 320 (iii) The applicant has submitted a completed 321 application for a terminal operator license in accordance with 322 this chapter, which may be submitted concurrently with the

applicant's request for a conditional license.

324			(iv)	The	applicant	has	never	been	convicted	of	a
325	gambling	law	violatio	n iı	n anv iur:	sdic	tion.				

- 326 (c) The executive director shall issue a conditional
 327 license to an applicant for a terminal operator license, within
 328 sixty (60) days after the applicant has submitted the completed
 329 application to the Gaming Commission, provided that the executive
 330 director determines that the criteria contained in paragraph (b)
 331 of this subsection (2) has been satisfied.
- 332 <u>SECTION 11.</u> (1) No terminal operator licensee may place and 333 operate video gaming terminals on the premises of an establishment 334 licensee unless pursuant to a terminal placement agreement that is 335 between a licensed terminal operator, or an entity which becomes a 336 licensed terminal operator, and a licensed establishment, or an 337 establishment which becomes a licensed establishment.
- 338 (2) Terminal placement agreements shall be valid for a 339 minimum sixty-month term but shall not exceed a one hundred 340 twenty-month term.
- 341 (3) Any terminal placement agreement which was executed
 342 prior to the enactment of House Bill No. 1207, 2019 Regular
 343 Session, shall be null and void. However, conditional terminal
 344 placement agreements which are expressly conditioned upon both
 345 parties becoming licensed shall be valid, so long as and effective
 346 at the time that, both parties are ultimately licensed.
- 347 **SECTION 12.** Section 27-115-5, Mississippi Code of 1972, is 348 amended as follows:

349	27-115-5.	As used in this o	chapter, the fol	llowing words	and
350	phrases shall ha	ve the following	meanings unless	s the context	
351	clearly requires	otherwise:			

- 352 (a) "Corporation" means the Mississippi Lottery
 353 Corporation.
- 354 (b) "Lottery" means any game of chance approved by the
 355 corporation and operated pursuant to this chapter, which utilizes
 356 the sale of paper tickets for various intrastate and multistate or
 357 multisovereign lottery games (such as Pick-3, Pick-4, Mega
 358 Millions, Powerball), and "instant tickets" as defined, but
 359 specifically excluding any form of "video lottery" or use of
 360 "video lottery terminal" as defined.
- 361 (c) "Major procurement" means any item, product or
 362 service in the amount of One Million Dollars (\$1,000,000.00) or
 363 more, including, but not limited to, major advertising contracts,
 364 annuity contracts, prizes, products, and services unique to the
 365 Mississippi lottery.
- 366 (d) "Net proceeds" means gross lottery revenues minus 367 amounts paid as prizes and expenses of operation of the lottery.
- 368 (e) "Person" means any individual, corporation,
 369 partnership, unincorporated association or other legal entity.
- 370 (f) "President" means the President of the Mississippi 371 Lottery Corporation, who shall also serve as chief executive 372 officer of the corporation.

373	(g)	"Retailer"	means	any	person	with	whom	the	
374	corporation ha	s contracte	d to s	ell i	lotterv	ticke	ets to	the	public.

- 375 (h) "Security" means the protection of information that
 376 would provide an unfair advantage to any individual involved in
 377 the operation of the lottery, protection and preservation of the
 378 integrity of lottery games and operations, as well as measures
 379 taken to prevent crimes against the corporation and its retailers.
- 380 (i) "Vendor" means any person who has entered into a 381 contract with the corporation.
- 382 (j) "Fiscal year" means the fiscal year used by the 383 State of Mississippi government.
- 384 (k) "Board" means the Mississippi Lottery Corporation 385 Board of Directors.
- 386 (1) "Instant ticket" means a lottery game in which a
 387 player scratches a coating from one or more play areas on a ticket
 388 to determine if he or she has won, as indicated by the symbols and
 389 words that are revealed.
- 390 "Video lottery" and "video lottery terminal" means (m) 391 any electronic interactive computerized game machine or device 392 equipped with a video screen and buttons, keys, a keyboard, 393 touchscreen or other input device allowing input by an individual 394 player and into which the player inserts coins, tokens, currency 395 or other representation of value (including, but not limited to, 396 an electronic card, ticket or other thing on which value is recorded electronically) as consideration in order for play of a 397

398 game to be available, and through which, as a result of the play

399 of a game, the player may receive free games, credits redeemable

400 for cash or a noncash prize, or some other thing of value, whether

401 or not received directly from the device, or nothing, determined

402 wholly or predominantly by chance. As used in this chapter, the

403 terms "video lottery" and "video lottery terminal" shall not apply

404 to any device or game authorized under the Mississippi Veterans

405 Organizations Supplemental Funding Act of 2019.

406 **SECTION 13.** Section 75-76-5, Mississippi Code of 1972, is

407 amended as follows:

408 75-76-5. As used in this chapter, unless the context

409 requires otherwise:

410 (a) "Applicant" means any person who has applied for or

411 is about to apply for a state gaming license, registration or

412 finding of suitability under the provisions of this chapter or

413 approval of any act or transaction for which approval is required

414 or permitted under the provisions of this chapter.

415 (b) "Application" means a request for the issuance of a

416 state gaming license, registration or finding of suitability under

417 the provisions of this chapter or for approval of any act or

418 transaction for which approval is required or permitted under the

419 provisions of this chapter but does not include any supplemental

420 forms or information that may be required with the application.

421 (c) "Associated equipment" means any equipment or

422 mechanical, electromechanical or electronic contrivance, component

423 or machine used remotely or directly in connection with gaming or

424 with any game, race book or sports pool that would not otherwise

425 be classified as a gaming device, including dice, playing cards,

426 links which connect to progressive slot machines, equipment which

427 affects the proper reporting of gross revenue, computerized

428 systems of betting at a race book or sports pool, computerized

429 systems for monitoring slot machines, and devices for weighing or

430 counting money.

(d) "Chairman" means the Chairman of the Mississippi

432 Gaming Commission except when used in the term "Chairman of the

433 State Tax Commission." "Chairman of the State Tax Commission" or

434 "commissioner" means the Commissioner of Revenue of the Department

435 of Revenue.

436 (e) "Commission" or "Mississippi Gaming Commission"

437 means the Mississippi Gaming Commission.

438 (f) "Commission member" means a member of the

439 Mississippi Gaming Commission.

440 (g) "Credit instrument" means a writing which evidences

441 a gaming debt owed to a person who holds a license at the time the

442 debt is created, and includes any writing taken in consolidation,

443 redemption or payment of a prior credit instrument.

(h) "Enforcement division" means a particular division

445 supervised by the executive director that provides enforcement

446 functions.

447		(=	L) "Est	cab]	lishment"	means	any	premises	wherein	or
448	whereon	any	gaming	is	done.					

- 449 (j) "Executive director" means the Executive Director
 450 of the Mississippi Gaming Commission.
- 451 Except as otherwise provided by law, "game," or 452 "gambling game" means any banking or percentage game played with 453 cards, with dice or with any mechanical, electromechanical or 454 electronic device or machine for money, property, checks, credit 455 or any representative of value, including, without limiting, the 456 generality of the foregoing, faro, monte, roulette, keno, fan-tan, 457 twenty-one, blackjack, seven-and-a-half, big injun, klondike, 458 craps, poker, chuck-a-luck (dai shu), wheel of fortune, chemin de fer, baccarat, pai gow, beat the banker, panguingui, slot machine, 459 460 or any other game or device approved by the commission. However, 461 "game" or "gambling game" shall not include bingo games or raffles 462 which are held pursuant to the provisions of Section 97-33-51, or 463 the illegal gambling activities described in Section 97-33-8, or 464 any game authorized by the Mississippi Veterans Organizations 465 Supplemental Funding Act of 2019.
- The commission shall not be required to recognize any game
 hereunder with respect to which the commission determines it does
 not have sufficient experience or expertise.
- (1) "Gaming" or "gambling" means to deal, operate,

 470 carry on, conduct, maintain or expose for play any game as defined

 471 in this chapter.

472	(m) "Gaming device" means any mechanical,
473	electromechanical or electronic contrivance, component or machine
474	used in connection with gaming or any game which affects the
475	result of a wager by determining win or loss. The term includes a
476	system for processing information which can alter the normal
477	criteria of random selection, which affects the operation of any
478	game, or which determines the outcome of a game. The term does
479	not include a system or device which affects a game solely by
480	stopping its operation so that the outcome remains
481	undetermined, * * * does not include any antique coin machine as
482	defined in Section 27-27-12 and does not include any gaming device
483	authorized by the Mississippi Veterans Organizations Supplemental
484	Funding Act of 2019.
485	(n) "Gaming employee" means any person connected
486	directly with the operation of a gaming establishment licensed to
487	conduct any game, including:
488	(i) Boxmen;
489	(ii) Cashiers;
490	(iii) Change personnel;
491	<pre>(iv) Counting room personnel;</pre>
492	(v) Dealers;
493	(vi) Floormen;
494	(vii) Hosts or other persons empowered to extend
495	credit or complimentary services;
496	(viii) Keno runners;

497	(ix) Keno writers;
498	(x) Machine mechanics;
499	(xi) Security personnel;
500	(xii) Shift or pit bosses;
501	(xiii) Shills;
502	(xiv) Supervisors or managers; and
503	(xv) Ticket writers.
504	The term "gaming employee" also includes employees of
505	manufacturers or distributors of gaming equipment within this
506	state whose duties are directly involved with the manufacture,
507	repair or distribution of gaming equipment.
508	"Gaming employee" does not include bartenders, cocktail
509	waitresses or other persons engaged in preparing or serving food
510	or beverages unless acting in some other capacity.
511	(o) "Gaming license" means any license issued by the
512	state which authorizes the person named therein to engage in
513	gaming.
514	(p) "Gross revenue" means the total of all of the
515	following, less the total of all cash paid out as losses to
516	patrons and those amounts paid to purchase annuities to fund
517	losses paid to patrons over several years by independent financial
518	institutions:
519	(i) Cash received as winnings;
520	(ii) Cash received in payment for credit extended
521	by a licensee to a patron for purposes of gaming; and

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522	(iii)	Compensation	received	for	conducting	any

- 523 game in which the licensee is not party to a wager.
- For the purposes of this definition, cash or the value of
- 525 noncash prizes awarded to patrons in a contest or tournament are
- 526 not losses.
- 527 The term does not include:
- 528 (iv) Counterfeit money or tokens;
- 529 (v) Coins of other countries which are received in
- 530 gaming devices;
- (vi) Cash taken in fraudulent acts perpetrated
- 532 against a licensee for which the licensee is not reimbursed; or
- 533 (vii) Cash received as entry fees for contests or
- 534 tournaments in which the patrons compete for prizes.
- 535 (q) "Hearing examiner" means a member of the
- 536 Mississippi Gaming Commission or other person authorized by the
- 537 commission to conduct hearings.
- 538 (r) "Investigation division" means a particular
- 539 division supervised by the executive director that provides
- 540 investigative functions.
- 541 (s) "License" means a gaming license or a
- 542 manufacturer's, seller's or distributor's license.
- (t) "Licensee" means any person to whom a valid license
- 544 has been issued.

545		(u)	"Li	cense	fees	; ''	means	monies	requ	ired	by	law	to	be
546	paid to	obtain	or	conti	nue a	ı g	gaming	license	or	a ma	nufa	actur	er'	s,
5/17	sallar!	a or die	et ri	hutor	'a li	C C	nga							

- (v) "Licensed gaming establishment" means any premises
 licensed pursuant to the provisions of this chapter wherein or
 whereon gaming is done.
- 551 (w) "Manufacturer's," "seller's" or "distributor's" 552 license means a license issued pursuant to Section 75-76-79.
- 553 (x) "Navigable waters" shall have the meaning ascribed 554 to such term under Section 27-109-1.
- 555 (y) "Operation" means the conduct of gaming.
- 356 (z) "Party" means the Mississippi Gaming Commission and 557 any licensee or other person appearing of record in any proceeding 558 before the commission; or the Mississippi Gaming Commission and 559 any licensee or other person appearing of record in any proceeding 560 for judicial review of any action, decision or order of the 561 commission.
- (aa) "Person" includes any association, corporation,
 firm, partnership, trust or other form of business association as
 well as a natural person.
- (bb) "Premises" means land, together with all buildings, improvements and personal property located thereon, and includes all parts of any vessel or cruise vessel.

568	(cc) "Race book" means the business of accepting wagers
569	upon the outcome of any event held at a track which uses the
570	pari-mutuel system of wagering.
571	(dd) "Regulation" means a rule, standard, directive or
572	statement of general applicability which effectuates law or policy
573	or which describes the procedure or requirements for practicing
574	before the commission. The term includes a proposed regulation
575	and the amendment or repeal of a prior regulation but does not
576	include:
577	(i) A statement concerning only the internal
578	management of the commission and not affecting the rights or
579	procedures available to any licensee or other person;
580	(ii) A declaratory ruling;
581	(iii) An interagency memorandum;
582	(iv) The commission's decision in a contested case
583	or relating to an application for a license; or
584	(v) Any notice concerning the fees to be charged
585	which are necessary for the administration of this chapter.
586	(ee) "Respondent" means any licensee or other person
587	against whom a complaint has been filed with the commission.
588	(ff) "Slot machine" means any mechanical, electrical or
589	other device, contrivance or machine which, upon insertion of a
590	coin, token or similar object, or upon payment of any
591	consideration, is available to play or operate, the play or

operation of which, whether by reason of the skill of the operator

- or application of the element of chance, or both, may deliver or entitle the person playing or operating the machine to receive cash, premiums, merchandise, tokens or anything of value, whether the payoff is made automatically from the machine or in any other manner. The term does not include any antique coin machine as defined in Section 27-27-12.
- (gg) "Sports pool" means the business of accepting
 wagers on collegiate or professional sporting events or athletic
 events, by any system or method of wagering other than the system
 known as the "pari-mutuel method of wagering."
- 603 (hh) "State Tax Commission" or "department" means the 604 Department of Revenue of the State of Mississippi.
- (ii) "Temporary work permit" means a work permit which is valid only for a period not to exceed ninety (90) days from its date of issue and which is not renewable.
- (jj) "Vessel" or "cruise vessel" shall have the meanings ascribed to such terms under Section 27-109-1.
- (kk) "Work permit" means any card, certificate or

 permit issued by the commission, whether denominated as a work

 permit, registration card or otherwise, authorizing the employment

 of the holder as a gaming employee. A document issued by any

 governmental authority for any employment other than gaming is not

 a valid work permit for the purposes of this chapter.

616	(11) "School or training institution" means any school
617	or training institution which is licensed by the commission to
618	teach or train gaming employees pursuant to Section 75-76-34.

- 619 (mm) "Cheat" means to alter the selection of criteria 620 that determine:
- (i) The rules of a game; or
- (ii) The amount or frequency of payment in a game.
- (nn) "Promotional activity" means an activity or event conducted or held for the purpose of promoting or marketing the individual licensed gaming establishment that is engaging in the
- 626 promotional activity. The term includes, but is not limited to, a
- 627 game of any kind other than as defined in paragraph (k) of this
- 628 section, a tournament, a contest, a drawing, or a promotion of any
- 629 kind.
- 630 **SECTION 14.** Section 67-1-71, Mississippi Code of 1972, is
- 631 amended as follows:
- 632 67-1-71. The department may revoke or suspend any permit
- 633 issued by it for a violation by the permittee of any of the
- 634 provisions of this chapter or of the regulations promulgated under
- 635 it by the department.
- Permits must be revoked or suspended for the following
- 637 causes:
- (a) Conviction of the permittee for the violation of
- 639 any of the provisions of this chapter;

640		(b)	Willf	ul :	failure	or	refu	ısal	by	any j	perm	nitt	ee t	0
641	comply wit	th an	y of t	he j	provisio	ns	of t	chis	cha	pter	or	of	any	rule
642	or regulat	tion	adopte	d p	ursuant	the	ereto) ;						

- 643 (c) The making of any materially false statement in any 644 application for a permit;
- 645 (d) Conviction of one or more of the clerks, agents or 646 employees of the permittee, of any violation of this chapter upon 647 the premises covered by such permit within a period of time as 648 designated by the rules or regulations of the department;
- (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 Section 27-71-21 within fifteen (15) days after notice from the department; and
- (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.

665	The provisions of paragraph (i) of this section shall not
666	apply to gambling or the presence of any gambling devices, with
667	knowledge of the permittee, on board a cruise vessel in the waters
668	within the State of Mississippi, which lie adjacent to the State
669	of Mississippi south of the three (3) most southern counties in
670	the State of Mississippi, or on any vessel as defined in Section
671	27-109-1 whenever such vessel is on the Mississippi River or
672	navigable waters within any county bordering on the Mississippi
673	River. The department may, in its discretion, issue on-premises
674	retailer's permits to a common carrier of the nature described in
675	this paragraph.

The provisions of paragraph (i) of this section shall not apply to the operation of any game or lottery authorized by Chapter 115, Title 27, or the Mississippi Veterans Organizations Supplemental Funding Act of 2019.

No permit shall be suspended or revoked until after the permittee has been provided reasonable notice of the charges against him for which suspension or revocation is sought and the opportunity to a hearing before the Board of Tax Appeals to contest such charges and the suspension or revocation proposed.

Opportunity to a hearing is provided without an actual hearing if the permittee, after receiving reasonable notice, including notice of his right to a hearing, fails to timely request a hearing. The permittee may also at any time waive his rights to reasonable notice and/or to the opportunity to a hearing by agreeing to a

690 suspension or revocation offered by the department.

691 Notwithstanding the requirement above that a permit may not be

692 suspended without notice and opportunity to a hearing, sales of

693 alcoholic beverages by a permittee under a permit for which the

694 bond under Section 27-71-21 has been cancelled shall be suspended

695 from and after issuance of the notice provided in paragraph (h)

696 above and shall continue to be suspended until the bond is

697 reinstated, a new bond is posted or sufficient cash or securities

as provided under Section 27-71-21 are deposited with the State

699 Treasurer for this permit.

698

700 In addition to the causes specified in this section and other

701 provisions of this chapter, the department shall be authorized to

702 suspend the permit of any permit holder for being out of

703 compliance with an order for support, as defined in Section

704 93-11-153. The procedure for suspension of a permit for being out

705 of compliance with an order for support, and the procedure for the

706 reissuance or reinstatement of a permit suspended for that

707 purpose, and the payment of any fees for the reissuance or

708 reinstatement of a permit suspended for that purpose, shall be

709 governed by Section 93-11-157 or 93-11-163, as the case may be.

710 If there is any conflict between any provision of Section

711 93-11-157 or 93-11-163 and any provision of this chapter, the

712 provisions of Section 93-11-157 or 93-11-163, as the case may be,

713 shall control.

- 714 **SECTION 15.** Section 97-33-9, Mississippi Code of 1972, is 715 amended as follows:
- 716 97-33-9. Except as otherwise provided in Section 97-33-8, if
- 717 any person shall be guilty of keeping or exhibiting any game or
- 718 gaming table commonly called A.B.C. or E.O. roulette or
- 719 rowley-powley, or rouge et noir, roredo, keno, monte, or any
- 720 faro-bank, or other game, gaming table, or bank of the same or
- 721 like kind or any other kind or description under any other name
- 722 whatever, or shall be in any manner either directly or indirectly
- 723 interested or concerned in any gaming tables, banks, or games,
- 724 either by furnishing money or articles for the purpose of carrying
- 725 on the same, being interested in the loss or gain of said table,
- 726 bank or games, or employed in any manner in conducting, carrying
- 727 on, or exhibiting said gaming tables, games, or banks, every
- 728 person so offending and being thereof convicted, shall be fined
- 729 not less than Twenty-five Dollars (\$25.00) nor more than Two
- 730 Thousand Dollars (\$2,000.00), or be imprisoned in the county jail
- 731 not longer than two (2) months, or by both such fine and
- 732 imprisonment, in the discretion of the court. Nothing in this
- 733 section shall apply to any person who owns, possesses, controls,
- 734 installs, procures, repairs or transports any gambling device,
- 735 machine or equipment in accordance with subsection (4) of Section
- 736 97-33-7 or Section 75-76-34.

738 lottery authorized by Chapter 115, Title 27, or the Mississippi Veterans Organizations Supplemental Funding Act of 2019. 739 740 SECTION 16. Section 97-33-11, Mississippi Code of 1972, is 741 amended as follows: 742 97-33-11. It shall not be lawful for any association of 743 persons of the character commonly known as a "club," whether such 744 association be incorporated or not, in any manner, either directly 745 or indirectly, to have any interest or concern in any gambling 746 tables, banks, or games, by means of what is sometimes called a "rake-off" or "take-out," or by means of an assessment upon 747 748 certain combinations, or hands at cards, or by means of a percentage extracted from players, or an assessment made upon, or 749 750 a contribution from them, or by any other means, device or 751 contrivance whatsoever. It shall not be lawful for such an 752 association to lend or advance money or any other valuable thing 753 to any person engaged or about to engage in playing any game of 754 chance prohibited by law, or to become responsible directly or 755 indirectly for any money or other valuable thing lost, or which 756 may be lost, by any player in any such game. If any such 757 association shall violate any of the provisions of this section 758 each and every member thereof shall be quilty of a misdemeanor 759 and, upon conviction thereof, shall be fined in a sum not more 760 than Five Hundred Dollars (\$500.00); and unless such fine and costs be immediately paid, shall be imprisoned in the county jail 761

This section shall not apply to the operation of any game or

- 762 for not less than five (5) nor more than twenty (20) days. Each
- 763 grand jury shall cause such of the members of such an association
- 764 as it may choose to appear before them and submit to examination
- 765 touching the observance or nonobservance by such association of
- 766 the provisions hereof.
- 767 This section shall not apply to the operation of any game or
- 768 lottery authorized by Chapter 115, Title 27, or the Mississippi
- 769 Veterans Organizations Supplemental Funding Act of 2019.
- 770 **SECTION 17.** Section 97-33-13, Mississippi Code of 1972, is
- 771 amended as follows:
- 772 97-33-13. Any owner, lessee, or occupant of any outhouse or
- 773 other building, who shall knowingly permit or suffer any of the
- 774 before mentioned tables, banks, or games, or any other game
- 775 prohibited by law, to be carried on, kept, or exhibited in his
- 776 said house or other building, or on his lot or premises, being
- 777 thereof convicted, shall be fined not less than One Hundred
- 778 Dollars (\$100.00) nor more than Two Thousand Dollars (\$2,000.00).
- 779 This section shall not apply to the operation of any game or
- 780 lottery authorized by Chapter 115, Title 27, or the Mississippi
- 781 Veterans Organizations Supplemental Funding Act of 2019.
- 782 **SECTION 18.** Section 97-33-21, Mississippi Code of 1972, is
- 783 amended as follows:
- 784 97-33-21. Any person of full age who shall bet any money or
- 785 thing of any value with a minor, or allow a minor to bet at any
- 786 game or gaming-table exhibited by him, or in which he is

- 787 interested or in any manner concerned, on conviction thereof,
- 788 shall be fined not less than Three Hundred Dollars (\$300.00) and
- 789 imprisoned not less than three (3) months.
- 790 This section shall apply to minors under the age of
- 791 twenty-one (21) as it might apply to the operation of any game or
- 792 lottery authorized by Chapter 115, Title 27, or the Mississippi
- 793 Veterans Organizations Supplemental Funding Act of 2019.
- 794 **SECTION 19.** Section 97-33-23, Mississippi Code of 1972, is
- 795 amended as follows:
- 796 97-33-23. Any person of full age who shall bet any money or
- 797 thing of value with a minor, knowing such minor to be under the
- 798 age of twenty-one (21) years, or allowing any such minor to bet at
- 799 any game or games, or at any gaming table exhibited by him, or in
- 800 which he is interested or in any manner concerned, on conviction
- 801 thereof, shall be punished by imprisonment in the Penitentiary not
- 802 exceeding two (2) years.
- This section shall apply to minors under the age of
- 804 twenty-one (21) as it might apply to the operation of any game or
- 805 lottery authorized by Chapter 115, Title 27, or the Mississippi
- 806 Veterans Organizations Supplemental Funding Act of 2019.

- 807 **SECTION 20.** Section 97-33-49, Mississippi Code of 1972, is
- 808 amended as follows:
- 809 97-33-49. Except as otherwise provided in Section 97-33-51,
- 810 if any person, in order to raise money for himself or another,
- 811 shall publicly or privately put up or in any way offer any prize

812	or thing to be raffled or played for, he shall, on conviction, be
813	fined not more than Twenty Dollars (\$20.00), or be imprisoned not
814	more than one (1) month in the county jail.
815	This section shall not apply to the operation of any game or
816	lottery authorized by Chapter 115, Title 27, or the Mississippi
817	Veterans Organizations Supplemental Funding Act of 2019.

818 SECTION 21. This act shall take effect and be in force from 819 and after July 1, 2019.