

RI.RI.05072

Proposed Committee Substitute by the Committee on Regulated Industries

A bill to be entitled 1 2 An act relating to quarter horse racing; amending s. 3 550.334, F.S.; removing provisions for application to the 4 Division of Pari-mutuel Wagering for a permit to conduct 5 quarter horse race meetings; removing provisions for 6 granting a license to conduct quarter horse racing; 7 removing a provision for governance and control of quarter horse racing; removing a requirement for intertrack 8 9 wagering to be conducted by a quarter horse permitholder; 10 providing for a grandfather clause; providing an effective 11 date. 12 13 Be It Enacted by the Legislature of the State of Florida: 14 15 Section 1. Section 550.334, Florida Statutes, is amended to 16 read: 17 550.334 Quarter horse racing; substitutions.--18 (1) Subject to all the applicable provisions of this 19 chapter, any person who possesses the qualifications prescribed 20 in this chapter may apply to the division for a permit to conduct 21 quarter horse race meetings and racing under this chapter. The 22 applicant must demonstrate that the location or locations where 23 the permit will be used are available for such use and that she 24 or he has the financial ability to satisfy the reasonably 25 anticipated operational expenses of the first racing year following final issuance of the permit. If the racing facility is 26 27 already built, the application must contain a statement, with



RI.RI.05072

reasonable supporting evidence, that the permit will be used for 28 29 quarter horse racing within 1 year after the date on which it is granted; if the facility is not already built, the application 30 must contain a statement, with reasonable supporting evidence, 31 32 that substantial construction will be started within 1 year after the issuance of the permit. After receipt of an application, the 33 34 division shall convene to consider and act upon permits applied 35 for. The division shall disapprove an application if it fails to 36 meet the requirements of this chapter. Upon each application 37 filed and approved, a permit shall be issued setting forth the name of the applicant and a statement showing qualifications of 38 39 the applicant to conduct racing under this chapter. If a favorable referendum on a pari-mutuel facility has not been held 40 previously within the county, then, before a quarter horse permit 41 42 may be issued by the division, a referendum ratified by a majority of the electors in the county is required on the 43 44 question of allowing quarter horse races within that county. 45 (2) After a quarter horse racing permit has been granted by 46 the division, the department shall grant to the lawful holder of such permit, subject to the conditions of this section, a license 47 48 to conduct quarter horse racing under this chapter; and the 49 division shall fix annually the time when, place where, and 50 number of days upon which racing may be conducted by such quarter horse racing permitholder. After the first license has been 51 52 issued to the holder of a permit for quarter horse racing, all 53 subsequent annual applications for a license by a permitholder 54 must be accompanied by proof, in such form as the division 55 requires, that the permitholder still possesses all the 56 qualifications prescribed by this chapter. The division may 57 revoke any permit or license issued under this section upon the

718062

RI.RI.05072

58 willful violation by the licensee of any provision of this 59 chapter or any rule adopted by the division under this chapter. 60 The division shall revoke any quarter horse permit under which no live racing has ever been conducted before July 7, 1990, for 61 failure to conduct a horse meet pursuant to the license issued 62 where a full schedule of horseracing has not been conducted for a 63 period of 18 months commencing on October 1, 1990, unless the 64 65 permitholder has commenced construction on a facility at which a 66 full schedule of live racing could be conducted as approved by 67 the division. "Commenced construction" means initiation of and 68 continuous activities beyond site preparation associated with 69 erecting or modifying a horseracing facility, including 70 procurement of a building permit applying the use of approved 71 construction documents, proof of an executed owner/contractor 72 agreement or an irrevocable or binding forced account, and actual undertaking of foundation forming with steel installation and 73 74 concrete placing. The 18-month period shall be extended by the 75 division, to the extent that the applicant demonstrates to the 76 satisfaction of the division that good faith commencement of the 77 construction of the facility is being delayed by litigation or by 78 governmental action or inaction with respect to regulations or 79 permitting precluding commencement of the construction of the 80 facility.

81 <u>(1)(3)</u> The operator of any licensed racetrack is authorized 82 to lease such track to any quarter horse racing permitholder for 83 the conduct of quarter horse racing under this chapter.

84 (4) Section 550.054 is inapplicable to quarter horse racing 85 as permitted under this section. All other provisions of this 86 chapter apply to, govern, and control such racing, and the same 87 must be conducted in compliance therewith.



RI.RI.05072

88 (2) (5) Quarter horses participating in such races must be 89 duly registered by the American Quarter Horse Association, and before each race such horses must be examined and declared in fit 90 condition by a qualified person designated by the division. 91

92 (3) (6) Any quarter horse racing days permitted under this 93 chapter are in addition to any other racing permitted under the 94 license issued the track where such quarter horse racing is 95 conducted.

96 (4) (-7) (a) Any quarter horse racing permitholder operating 97 under a valid permit issued by the division is authorized to 98 substitute races of other breeds of horses, except thoroughbreds, 99 which are, respectively, registered with the American Paint Horse 100 Association, Appaloosa Horse Club, Arabian Horse Registry of America, Palomino Horse Breeders of America, or United States 101 102 Trotting Association, for no more than 50 percent of the quarter 103 horse races daily, and may substitute races of thoroughbreds 104 registered with the Jockey Club for no more than 50 percent of 105 the quarter horse races daily with the written consent of all 106 greyhound, harness, and thoroughbred permitholders whose parimutuel facilities are located within 50 air miles of such quarter 107 108 horse racing permitholder's pari-mutuel facility.

109 Any permittee operating within an area of 50 air miles (b) of a licensed thoroughbred track may not substitute thoroughbred 110 races under this section while a thoroughbred horse race meet is 111 112 in progress within that 50 miles. Any permittee operating within 113 an area of 125 air miles of a licensed thoroughbred track may not 114 substitute live thoroughbred races under this section while a 115 thoroughbred permittee who pays taxes under s. 550.09515(2)(a) is 116 conducting a thoroughbred meet within that 125 miles. These

718062

RI.RI.05072

117 mileage restrictions do not apply to any permittee that holds a 118 nonwagering permit issued pursuant to s. 550.505.

119 <u>(5)(8)</u> A quarter horse permit issued pursuant to this 120 section is not eligible for transfer or conversion to another 121 type of pari-mutuel operation.

122 (6) (9) Any nonprofit corporation, including, but not 123 limited to, an agricultural cooperative marketing association, 124 organized and incorporated under the laws of this state may apply 125 for a quarter horse racing permit and operate racing meets under 126 such permit, provided all pari-mutuel taxes and fees applicable 127 to such racing are paid by the corporation. However, insofar as 128 its pari-mutuel operations are concerned, the corporation shall 129 be considered to be a corporation for profit and is subject to 130 taxation on all property used and profits earned in connection 131 with its pari-mutuel operations.

132 (10) Intertrack wagering shall not be authorized for any 133 quarter horse permitholder without the written consent of all 134 greyhound, harness, and thoroughbred permitholders whose pari-135 mutuel facilities are located within 50 air miles of such quarter 136 horse permitholder's pari-mutuel facility.

Section 2. <u>A person submitting a quarter horse permit</u>
<u>application to the Division of Pari-mutuel Wagering before March</u>
<u>30, 2008, is subject to the criteria for approval of a quarter</u>
<u>horse permit that was in existence before July 1, 2008.</u>
Section 3. This act shall take effect July 1, 2008.