By the Committee on Regulated Services and Representatives Logan, Sembler, Heyman and Ryan

A bill to be entitled
An act relating to the operation of cardrooms;
amending s. 849.086, F.S.; prescribing
licensing requirements when more than one
permitholder uses the same facility; providing
cardroom license fees; revising standards on
when cardrooms may be operated and the amount
of bets allowable for each round, hand, or
game; authorizing facilities to award prizes;
revising the rate of the gross receipts tax on
admissions; revising the amount of cardroom
receipts that must be used to supplement
greyhound and jai alai purses; providing an
effective date.

Be It Enacted by the Legislature of the State of Florida:

Section 1. Paragraphs (b) and (d) of subsection (5), subsections (7) and (8), and paragraphs (a) and (d) of subsection (13) of section 849.086, Florida Statutes, are amended to read:

849.086 Cardrooms authorized.--

- (5) LICENSE REQUIRED; APPLICATION; FEES.--No person may operate a cardroom in this state unless such person holds a valid cardroom license issued pursuant to this section.

- (b) After the initial cardroom license is granted, the application for the annual license renewal shall be made in conjunction with the applicant's annual application for its pari-mutuel license. In order for a cardroom license to be renewed the applicant must have requested, as part of its
- renewed the applicant must have requested, as part of its pari-mutuel annual license application, to conduct at least 90

1

3

4 5

6

7

8

9

10

11 12

13

14

15 16

17

18 19

20 21

22

23

24 25

26

27

28

29

30

percent of the total number of live performances conducted by such permitholder during either the state fiscal year in which its initial cardroom license was issued or the state fiscal year immediately prior thereto, or, if more than one permitholder is operating at a facility, each of the permitholders must have applied for a license to conduct a full schedule of live racing.

- (d) The annual cardroom license fee for each facility shall be \$1,000 for the first table and \$500 for each additional table to be operated at the cardroom. This license fee shall be deposited by the division with the Treasurer to the credit of the Pari-mutuel Wagering Trust Fund.
  - (7) CONDITIONS FOR OPERATING A CARDROOM. --
- (a) A cardroom may only be operated at the location specified on the cardroom license issued by the division, and such location may only be the location at which the pari-mutuel permitholder is authorized to conduct pari-mutuel wagering activities pursuant to such permitholder's valid pari-mutuel permit and current license.
- (b) A cardroom may be operated at the facility only when the facility is authorized to accept wagers on pari-mutuel events during its authorized meet. A cardroom may begin operations within 2 hours prior to the post time of the first pari-mutuel event conducted live at the pari-mutuel facility on which wagers are accepted by the facility and must cease operations by 2 a.m. on the following day within 2 hours after the conclusion of the last pari-mutuel event conducted live at the pari-mutuel facility on which wagers are accepted.
- (c) A cardroom operator must at all times employ and provide a nonplaying dealer for each table on which authorized 31 card games which traditionally utilize a dealer are conducted

 at the cardroom. Such dealers may not have any participatory interest in any game other than the dealing of cards and may not have an interest in the outcome of the game. The providing of such dealers by a licensee shall not be construed as constituting the conducting of a banking game by the cardroom operator.

(d) A facility that operates a cardroom may award giveaways or prizes to players who hold combinations of cards specified by the cardroom operator.

(e)(d) Each cardroom operator shall conspicuously post upon the premises of the cardroom a notice which contains a copy of the cardroom license; a list of authorized games offered by the cardroom; the wagering limits imposed by the house, if any; any additional house rules regarding operation of the cardroom or the playing of any game; and all costs to players to participate, including any rake by the house. In addition, each cardroom operator shall post at each table a notice of the minimum and maximum bets authorized at such table and the fee for participation in the game conducted.

 $\underline{(f)}$  (e) The cardroom facility shall be subject to inspection by the division or any law enforcement agency during the licensee's regular business hours. The inspection will specifically encompass the permitholder internal control procedures approved by the division.

(g)(f) A cardroom operator may refuse entry to or refuse to allow to play any person who is objectionable, undesirable, or disruptive, but such refusal shall not be on the basis of race, creed, color, religion, sex, national origin, marital status, physical handicap, or age, except as provided in this section.

(8) METHOD OF WAGERS; LIMITATION. --

- (a) No wagering may be conducted using money or other negotiable currency. Games may only be played utilizing a wagering system whereby all players' money is first converted by the house to tokens or chips which shall be used for wagering only at that specific cardroom.
- in any game or series of games, but the maximum bet The winnings of any player in a single round, hand, or game may not exceed\$2\$10 in value. There may be no more than three raises in any round of betting. The fee charged by the cardroom for participation in the game shall not be included in the calculation of the limitation on the bet pot size provided in this paragraph.
  - (13) TAXES AND OTHER PAYMENTS. --
- (a) Each cardroom operator shall pay a tax to the state of  $\underline{2}$   $\overline{10}$  percent of the cardroom operation's monthly gross receipts.
- which operates a cardroom facility shall utilize at least 10 4 percent of such permitholder's cardroom monthly gross receipts to supplement greyhound purses or jai alai prize money, respectively, during the permitholder's next ensuing pari-mutuel meet. Each thoroughbred and harness horse racing permitholder that which operates a cardroom facility shall utilize at least 50 percent of such permitholder's cardroom monthly net proceeds as follows: 47 percent to supplement purses and 3 percent to supplement breeders' awards during the permitholder's next ensuing racing meet.
  - Section 2. This act shall take effect July 1, 2000.