Amendment No. ____ (for drafter's use only)

	CHAMBER ACTION						
	Senate House						
1							
2	•						
3	• •						
4	·						
 5	ORIGINAL STAMP BELOW						
6							
7							
8							
9							
10							
11	Representative(s) Barreiro offered the following:						
12							
13	Amendment (with title amendment)						
14	Remove everything after the enacting clause						
15							
16	and insert:						
17	Section 1. Section 24.101, Florida Statutes, is						
18	amended to read:						
19 act	24.101 Short titleThis <u>chapter</u> may be cited as						
20 Act	the "Florida Public Education Lottery <u>Chapter</u> ."						
21	Section 2. Subsection (1) and paragraph (a) of						
22	subsection (2) of section 24.102, Florida Statutes, are						
23	amended to read:						
24	24.102 Purpose and intent						
25 is	(1) The purpose of this <u>chapter</u> $\frac{act}{chapten}$						
26 ena	15, Art. X of the State Constitution in a manner that bles						
27	the people of the state to benefit from significant additional						
28 sta	moneys for education and also enables the people of the te						
29	to play the best lottery games available.						
2.0							

- 30 (2) The intent of the Legislature is:
- 31 (a) That the net proceeds of lottery games conducted

Amendment No. ____ (for drafter's use only)

```
pursuant to this chapter act be used to
support improvements
    in public education and that such proceeds not be used as a
 3
    substitute for existing resources for public education.
 4
           Section 3. The introductory paragraph and subsections
 5
    (7), (8), (9), and (10) are added to section 24.103, Florida
 6
    Statutes, to read:
 7
           24.103 Definitions.--As used in this chapter
act
               "Video lottery game" means an
electronically
    simulated game involving any element of chance that is
played
10
    on a video lottery terminal that, upon insertion of
cash,
   tokens, credits, or voucher, is available to play or
simulate
   <u>a lottery-type game, including,</u> but not limited to,
line-up
   games utilizing a video display and microprocessors, in
13
and
14
    which, by means of an element of chance, the player
may
15
    receive credits that can be redeemed for cash. "Video
lot
    game" also means an electronically simulated game
16
inv
   olving
17
    elements of chance and skill that is played on a video
lottery
    terminal that, upon insertion of cash, tokens, credits,
18
or
19
    voucher, is available to play or simulate the play
of
20
   traditional card games including, but not limited to,
video
21
   poker, utilizing a cathode ray tube or video display
screen
22
   and microprocessors, and in which the player may win
credits
   that can be redeemed for cash. "Video lottery game"
also
    includes a progressive game, which is any game in
which a
25
    jackpot grows and accumulates as it is being played on
```

lottery terminal, or on a network of video lottery

2.6

terminals,

- 27 and in which the outcome is randomly determined by the $\overline{\text{play of}}$
- 28 $\underbrace{\text{video}}$ lottery terminals linked by a central network. A $\underbrace{\text{video}}$
- 29 lottery terminal may use spinning reels or video displays, or
- 30 both. No video lottery terminal shall directly dispense $\underline{\text{coins}}_{,}$
- 31 cash, or tokens.

2

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
"Video lottery terminal vendor" means any
          (8)
 1
person
    or entity approved by the department which provides
    video
    lottery terminals to a video lottery retailer or
computer
 4
    functions related to video lottery terminals to the
 5
    department.
 6
               "Net terminal income" means currency and
other
    consideration placed into a video lottery terminal
minus
    credits redeemed by players.
 8
 9
          (10)
                "Video lottery retailer" means any person
who
10 possesses a pari-mutuel permit on July 1, 2001, issued
    pursuant to chapter 550, who either has conducted a
full
12
    schedule of live greyhound, horse, or harness racing
between
    July 1, 2000, and June 30, 2001, as defined by s.
<u>5</u>50
   .002(11),
14
    or has conducted at least one full schedule of live jai
alai
15
    games between January 1, 1990, and June 30, 2001, as
defined
16
    by s. 550.002(11), or is authorized to receive
broadcasts of
17
    horseraces pursuant to s. 550.615.
18
           Section 4. Subsection (7) and paragraph (a) of
    subsection (9) of section 24.105, Florida Statutes, are
19
2.0
    amended, paragraphs (k), (l), and (m) are added to
subsection
    (9), and subsections (21), (22), (23), (24), (25), and (26)
21
22
    are added to said section, to read:
23
           24.105 Powers and duties of department. -- The
24
    department shall:
25
           (7) Make a continuing study of the lottery to
   ascertain any defects of the laws governing the
lottery this
27
    act or rules adopted thereunder which could result
```

in the administration of the lottery; make a continuing study

2.8

- 29 of the operation and the administration of similar laws in
- 30 other states and of federal laws which may affect the lottery; $\,$
- 31 and make a continuing study of the reaction of the public to

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ___ (for drafter's use only)

existing and potential features of the lottery. 1 2 (9) Adopt rules governing the establishment and 3 operation of the state lottery, including: 4 The type of lottery games to be conducted, except 5 that: 6 No name of an elected official shall appear on the 7 ticket or play slip of any lottery game or on any prize or on any instrument used for the payment of prizes, unless such 8 9 prize is in the form of a state warrant. 10 No coins or currency shall be dispensed from any electronic computer terminal or device used in any lottery 11 12 game. 13 Other than as provided in subparagraph 4., no 14 terminal or device may be used for any lottery game which may 15 be operated solely by the player without the assistance of the 16 retailer, except authorized video lottery terminals operated 17 pursuant to this chapter. The only player-activated machine which may be 18 utilized is a machine which dispenses instant lottery game 19 20 tickets following the insertion of a coin or currency by a ticket purchaser. To be authorized a machine must: be 21 under 22 the supervision and within the direct line of sight of the lottery retailer to ensure that the machine is monitored and 23 only operated by persons at least 18 years of age; be capable 25 of being electronically deactivated by the retailer to 26 prohibit use by persons less than 18 years of age through the 27 use of a lockout device that maintains the machine's 28 deactivation for a period of no less than 5 minutes; and be 29 designed to prevent its use or conversion for use in any manner other than the dispensing of instant lottery tickets. 30

Authorized machines may dispense change to players

31

purchasing

File original & 9 copies hri0001

03/14/02 06:34 pm 00182-0107-742681

Amendment No. ____ (for drafter's use only)

```
tickets but may not be utilized for paying the holders of
 1
 2
    winning tickets of any kind. At least one clerk must be on
 3
    duty at the lottery retailer while the machine is in
 4
    operation. However, at least two clerks must be on duty at
any
 5
    lottery location which has violated s. 24.1055.
 6
          (k) The regulation of video lottery retailers as
 7
    pertains to video lottery products.
 8
          (1) Specifications for video lottery terminals to
be
 9
    approved and authorized as the department deems
nec
    maintain the integrity of video lottery games and
10
terminals.
    Initial rules sufficient to permit the operation of
vide<del>o</del>
    lotteries and the licensing of video lottery retailers
shall
13
   be adopted no later than August 1, 2002. The
department shall
   not provide for specifications which would have the
14
result of
   reducing to fewer than four the number of video
15
lottery
16
    terminal vendors who supply terminals which meet
the
17
    specifications.
               The licensure and regulation of video
18
          (m)
lottery
19
    terminal vendors. The department shall not approve
    person
any
20
    as a video lottery terminal vendor if such person has
an
21
    interest in a video lottery retailer or a business
2.2
    relationship with a video lottery retailer other than as
a
23
    vendor or lessor of video lottery terminals.
24
          (21) Have in place the capacity to support
video
    lottery games at facilities of video lottery retailers
25
   beginning no later than October 1, 2002.
26
27
          (22) Hear and decide promptly and in reasonable
order
```

all license applications or proceedings for suspension

28

or
29 revocation of licenses.

30 (23) Collect and disperse such revenue due

31 department as described in this chapter.

5

00182-0107-742681

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
(24) Certify net terminal income by inspecting
 1
 2
    records, conducting audits, or any other reasonable
means.
maintain a (25)
                Provide a list of approved vendors and
    current list of all contracts between video lottery
terminal
 5
    vendors and video lottery retailers.
 6
          (26)
                Approve an application as a video
lottery
    retailer pursuant to s. 24.103(10) within 30 days after
the
    receipt of the application.
 8
           Section 5. Section 24.1055, Florida Statutes, is
 9
10
    amended to read:
11
           24.1055 Prohibition against sale of lottery tickets to
    minors; posting of signs; penalties .--
12
13
           (1) No person who is less than 18 years of age may
   purchase a lottery ticket by means of a machine or
14
otherwise.
15
           (2)
                Any retailer that sells lottery tickets by means
    of a player activated machine shall post a clear and
16
    conspicuous sign on such machine, which states the
following:
           THE SALE OF LOTTERY TICKETS TO PERSONS
18
UNDER
           THE AGE OF 18 IS AGAINST FLORIDA LAW
(SECTION
20 24.1055 \frac{24.105}{PROOF}, FLORIDA
           AGE IS REQUIRED FOR PURCHASE.
21
22
          (3) No person who is less than 18 years of age
may
23
    play a video lottery game authorized by this
chapter.
24
          (4) Any video lottery retailer that has a
video
    lottery terminal at its facility shall post a clear and
    conspicuous sign on such terminal, which states the
26
following:
           THE USE OF A VIDEO LOTTERY
TERMINAL BY PERSONS
```

UNDER THE AGE OF 18 IS AGAINST

28

FLORIDA LAW

29 (SECTION 24.1055, FLORIDA STATUTES).

30 AGE IS REQUIRED FOR USE.

31 (5)(3) Any person, including any vendor or video

6
File original & 9 copies 03/14/02 06:34 pm 00182-0107-742681

Amendment No. ____ (for drafter's use only)

```
lottery retailer, who violates this section is guilty
οĒ
    misdemeanor of the second degree, punishable as provided in
 2
s.
 3
    775.082 or s. 775.083.
 4
           Section 6. Subsection (5) and paragraph (b) of
 5
    subsection (7) of section 24.108, Florida Statutes, are
 6
    amended to read:
 7
           24.108 Division of Security; duties; security
 8
    report. --
 9
                The Department of Law Enforcement shall provide
10
    assistance in obtaining criminal history information relevant
11
    to investigations required for honest, secure, and exemplary
12
    lottery operations, and such other assistance as may be
13
    requested by the secretary and agreed to by the executive
14
    director of the Department of Law Enforcement. Any other
state
15 agency, including the Department of Business and Professional
   Regulation and the Department of Revenue, shall, upon
16
request,
    provide the Department of the Lottery with any information
17
18
    relevant to any investigation conducted pursuant to this
19 chapter act. The Department of the Lottery shall maintain the
    confidentiality of any confidential information it receives
20
21
    from any other agency. The Department of the Lottery shall
22
    reimburse any agency for the actual cost of providing any
23
    assistance pursuant to this subsection.
24
           (7)
           (b)
                The portion of the security report containing the
25
    overall evaluation of the department in terms of each aspect
26
27
    of security shall be presented to the Governor, the President
28
    of the Senate, and the Speaker of the House of
    Representatives. The portion of the security report
29
30
    containing specific recommendations shall be confidential
and
    shall be presented only to the secretary, the Governor, and
31
```

File original & 9 copies hri0001

03/14/02 06:34 pm 00182-0107-742681

Amendment No. ____ (for drafter's use only)

- the Auditor General; however, upon certification that such 2 information is necessary for the purpose of effecting 3 legislative changes, such information shall be disclosed to the President of the Senate and the Speaker of the House of 5 Representatives, who may disclose such information to members of the Legislature and legislative staff as necessary to 6 7 effect such purpose. However, any person who receives a cop of such information or other information which is confidential pursuant to this chapter act or rule of the department shall 10 maintain its confidentiality. The confidential portion of the 11 report is exempt from the provisions of s. 119.07(1) and s. 24(a), Art. I of the State Constitution. 12. 13 Section 7. Subsection (1) of section 24.111, Florida Statutes, is amended to read: 14 15 24.111 Vendors; disclosure and contract requirements. --16 (1) The department may enter into contracts for the 17 18 purchase, lease, or lease-purchase of such goods or services 19 as are necessary for effectuating the purposes of this chapter 20 The department may not contract with any act. person or entity for the total operation and administration of the state 21 22 lottery established by this chapter act but may 2.3 procurements which integrate functions such as lottery game design, supply of goods and services, and advertising. 24 In all procurement decisions, the department shall take into 25 account 26 the particularly sensitive nature of the state lottery and shall consider the competence, quality of product, experience, 28 and timely performance of the vendors in order to promote
- and
- 29 ensure security, honesty, fairness, and integrity in the
- 30 operation and administration of the lottery and the objective

31 of raising net revenues for the benefit of the public purpose

8

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
described in this chapter act.
 1
 2
           Section 8. Section 24.1121, Florida Statutes, is
 3
    created to read:
 4
           24.1121 Video lottery games.--
          (1) Video lottery games may only be offered by a
video
 6
    lottery retailer at its pari-mutuel facility. During
any
    calendar year in which a video lottery retailer
 7
maintains
    video lottery terminals within the confines of its
   i<del>-mutuel</del>
par
    facility, the video lottery retailer must conduct a
ful
    schedule of live racing or games as defined in s.
    or be authorized to receive broadcasts of horseraces
11
pur
12
    to s. 550.615. In the case of a person who possesses
а
13
    greyhound racing permit or a jai alai permit, such
per
    shall be eligible to serve as a video lottery retailer only
īf
15
    that permitholder also conducted, during the prior
fiscal
16
    year, no fewer than 80 percent of the number of
performances
    and no fewer than 80 percent of the number of live
races or
18
    games which the same permitholder conducted during
the
19
    2001-2002 state fiscal year. The department may waive
the
20
   requirements provided in this subsection relating to
the
21
    conducting of live races or games upon a showing that
the
22 | failure to conduct such games resulted from a natural
disaster
23
    or other acts beyond the control of the permitholder. If
the
   video lottery retailer fails to comply with the
requirement to
    conduct a full schedule of races or games or, if a
greyhound
```

- 26 $\frac{1}{1}$ racing permitholder or jai alai permitholder, the video
- 27 $\,$ lottery retailer failed in the previous fiscal year to conduct
- 28 the required number of live races or games, the $\underline{\text{department}}$
- 29 $\frac{\text{shall order the video lottery retailer to suspend its}}{\text{video}}$
- 30 lottery operation within 30 days after written notice from the $\,$
- 31 department. The department may assess an administrative fine $\,$

File original & 9 copies $\begin{array}{cc} \text{O3/14/O2} \\ \text{hri0001} \end{array}$

Amendment No. ____ (for drafter's use only)

```
not to exceed $5,000 per video lottery terminal, per
day
 2
    against any video lottery retailer who fails to suspend
its
    video lottery operation when ordered to suspend by
the
 4
    department. The department may enforce its order of
   pension
sus
    or any administrative fine assessed in furtherance of
suc
 6
    order as provided in s. 120.69. Each video lottery
   ailer
ret
    shall post a bond payable to the state in an amount
det
   by the department that is sufficient to guarantee ment to
pay
 9
    the state of revenue due in any payment period.
10
               Each pari-mutuel permitholder shall notify
          (2)
the
11
    department prior to operating video lottery games at
the
12
    pari-mutuel facility.
13
              To facilitate the auditing and security
pro
   grams
14
    critical to the integrity of the video lottery system,
the
    department shall have overall control of the entire
15
sys
16
    Each video lottery terminal shall be linked, directly
or
17
    indirectly, to a computer system under the control of
the
18
    department.
19
          (4) The department shall determine, by rule,
the
    method by which cash receipts will be electronically
20
validated
21
    and redeemed.
22
          (5) No person under the age of 18 years may
play a
23
    video lottery game authorized by this chapter.
               Video lottery games may be played at an
authorized
25
    video lottery retailer's pari-mutuel facility even if
such
```

retailer is not conducting a pari-mutuel event.

26

<u>of</u> 88 28 percent of the amount of cash, tokens, credits, or $\frac{1}{1}$ $\frac{29}{\text{may permit}}$ put into a video lottery terminal. The department 30 the payment of a lesser percentage if requested by a video $\frac{31}{\text{the}}$ lottery retailer and the department determines that

10

(7) Video lottery games shall pay out a minimum

File original & 9 copies hri0001 03/14/02 06:34 pm

27

Amendment No. ____ (for drafter's use only)

- payment of a minimum of 88 percent is not financially viable at the video lottery retailer's location and that the 2. totaI amount of net revenue payable to the Public Education Capital Outlay and Debt Service Trust Fund will not be negatively impacted. Such percentages shall be measured on an annual 6 basis. Income derived from video lottery operations (8) shall not be subject to the provisions of s. 24.121. The allocation of net terminal income derived from video lottery games shall 10 be as follows: 11 Thirty-six percent to the Video Lottery Administrative Trust Fund of the department for 12 transfer to the Public Education Capital Outlay and Debt Service 13 Trust 14 Fund. (b) Two percent to the Video Lottery Administrative 16 Trust Fund for transfer in equal shares to the counties in which the pari-mutuel facilities with video lottery 17 terminals 18 are located. If any such pari-mutuel facility with video lottery terminals is located within an <u>incorporatéd</u> 20 municipality, 20 percent of the equal share of the 2 percent 21 otherwise to be transferred to the county in which sudh 22 facility is located shall instead be transferred to such 23 municipality. Two percent to the Video Lottery Administrative
- 25 Trust Fund of the department for transfer to the
- 26 Administrative Trust Fund established pursuant to s. $24.1\overline{20}$.

- 27 Of this amount, 25 percent shall be used for administrative
- 28 expenses of the department with regard to the operation of
- 29 video lottery terminals at pari-mutuel facilities.
- 30 Seventy-five percent of this amount shall be used to $\frac{1}{a}$
- 31 grants program operated by the Department of the Lottery.

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

•
1 1 1. The department is authorized to provide grants,
2 including matching grants, to qualifying charitable,
3 not-for-profit or veterans organizations as defined in s.
4 849.0931(1)(c) for their charitable, civic, community,
5 benevolent, religious, or scholastic works or similar
6 activities. Preference must be given to veterans
7 organizations and their auxiliaries within the state that
8 provide services to Florida's veterans and their families,
9 <u>including but not limited to, supporting domiciliary care or</u>
nursing home care for veterans pursuant to chapter 296.
2. The department is authorized to adopt rules to
implement the grants program, including, but not limited to,
13 establishment of criteria for submission of grant proposals;
14 reviewing and processing grants; and the development of
15 uniform data reporting requirements for the purpose of
17 toward meeting grant objectives and an accounting of all
18 moneys by recipient organizations.
19 (d) Eight percent to the Video Lottery Administrative
20 Trust Fund of the department for transfer to the Video Lottery
21 Purse Trust Fund in the Department of Business and
22 Professional Regulation, to be distributed in accordance with
23 s. 550.26315(1).
24 (e) To the Video Lottery Administrative Trust Fund of

 $25\,$ the department for transfer to the Department of Children and

	Family	Services,	0.25	percent	for	the	establishment
and	·						_

- 27 administration of a treatment program for compulsive gambling.
- 28 (f) If the video lottery retailer holds a valid
- $\frac{29}{\text{its}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{its}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapter 550, 6 percent of}}{\text{harness racing permit under chapter 550, 6 percent of}} \ \frac{\text{harness racing permit under chapte$
- 30 terminal income shall be distributed by the video $\underline{\text{lottery}}$
- $\frac{31}{\text{the}}$ retailer as purses for live performances conducted at

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

```
video lottery retailer's pari-mutuel facility in
accordance
 2
    with the provisions of chapter 550.
          (q) If the video lottery retailer holds a valid
jai
    alai permit under chapter 550, 6 percent of its net
terminal
 5
    income shall be distributed by the video lottery retailer
as
 6
    purses for live performances conducted at the video
lottery
    retailer's pari-mutuel facility in accordance with
chapter
 8
    550.
 9
          (h) If the video lottery retailer holds a valid
   greyhound racing permit under chapter 550, 6 percent
10
of
    net terminal income shall be distributed by the video
lottery
12
    retailer as purses for live performances conducted at
the
    video lottery retailer's pari-mutuel facility in
13
accordance
14
    with chapter 550.
15
               To be retained by the video lottery retailer
as
16
    compensation:
17
           1. If a valid thoroughbred permitholder under
chapter
        51.75 percent to be distributed as provided in
    550,
   a<del>graph</del>
par
19
   (j).
2.0
           2. If a valid holder of a permit other than a
21
    thoroughbred permit, 45.75 percent.
2.2
               If the holder of a license issued pursuant to
s.
    550.615(9) or s. 550.6308, 51.75 percent to be
23
dis
   t<del>ributed as</del>
    provided in paragraph (k).
25
               If the video lottery retailer holds a valid
26
    thoroughbred racing permit under chapter 550, the
```

27 <u>net terminal income generated at its facility:</u>

remaining

28 1. Three and three-tenths percent shall be

${\tt distributed}$

- 29 for use as Florida thoroughbred breeders' and stallion $\underline{\text{awards}}$
- 30 pursuant to ss. 550.26165 and 550.2625.

13

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

- the Jockeys' Guild Health and Welfare Trust maintained by Jockeys' Guild, Inc., for the purpose of providing lth, disability, and retirement benefits to active, disabled, and retired Florida jockeys in accordance with eligibility criteria established by Jockeys' Guild, Inc., shall ually ann provide a certified financial statement of the enditures exp made for benefits provided under this sub paragraph. 3. Ninety-six and forty-five one hundredths 8 percent shall be distributed as provided by written agreement between the video lottery retailer and the Florida Horsemen's Benevolent and Protective Association, Inc. 11 Such contract shall be filed with the department. No video lottery 12 retailer 13 required to enter into a contract by this subparagraph be authorized to conduct video lottery games unless 14 sudh contract is in effect and is filed with the department. 16 (k) If the video lottery retailer holds a lidense 17 issued pursuant to s. 550.615(9) or s. 550.6308, the rem aining 18 net terminal income generated at its facility: 19 Three and three-tenths percent shall be distributed 20 for use as Florida thoroughbred breeders' and stallion awards 21 pursuant to ss. 550.26165 and 550.2625. 2.2. Ninety-six and seven-tenths percent shall
- 24 lottery retailer and the Florida Thoroughbred Breeders'

<u>be</u> 23

the video

25 Association. Such contract shall be filed with

distributed as provided by written agreement between

+	h	-
ι.		$\overline{}$

- 26 department. No video lottery retailer required to enter \underline{into} \underline{a}
- 27 contract by this subparagraph shall be authorized to $\underline{\mathrm{conduct}}$
- 28 video lottery games unless such contract is in effect and $\overline{\text{is}}$
- 29 filed with the department.
- 30 shall be (9) The allocation provided in subsection (8)
- 31 made weekly. Amounts allocated pursuant to paragraphs

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

- (8)(a)-(e) shall be remitted to the department by electronic transfer within 24 hours after the allocation is determined. If live meets were conducted at the pari-mutuel facility οĒ the video lottery retailer during the weekly period for whi 5 the allocation is made, the portion of the allocation to be 6 distributed pursuant to paragraphs (8)(f), (g), and (h) sha 7 be paid as purses for those live meets. If no live meets wer 8 conducted at the pari-mutuel facility during the weekly per for which the allocation is made, the distribution of pur 10 money shall be made during the next ensuing meet following the weekly period in which the net terminal income is 11 earned. The accumulated amount to be distributed as purses during the next 13 ensuing meet shall be distributed weekly during the permitholder's next race meeting in an amount determined by 15 dividing the amount to be distributed by the number of 16 performances approved for the permitholder pursuant to 17 annual license and multiplying that amount by the number of 18 performances conducted each week. No less than -half of the one interest income earned on funds required to be distributed under paragraphs (8)(f), (g), and (h) prior to their 21 distribution as purses shall be distributed by the video lottery retailer as purses for live performances conducted at
- 25 (10) Any person who, with intent to manipulate

accordance with chapter 550.

2324

the video lottery retailer's pari-mutuel facility in

+	h	0
L		_

- 26 outcome, payoff, or operation of a video lottery terminal,
- 27 manipulates or attempts to manipulate the outcome, payoff, or
- $\frac{28}{or}$ $\frac{operation\ of\ a\ video\ lottery\ terminal\ by\ physical}{or}$
- 29 electronic tampering or other means commits a felony of the $\,$
- 30 <u>third degree, punishable as provided in s. 775.082,</u> <u>s.</u>
- 31 775.083, or s. 775.084.

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ___ (for drafter's use only)

```
(11) Notwithstanding s. 24.115, each video
lottery
 2
    retailer shall have the responsibility for payment of
video
 3
    lottery prizes.
 4
          (12) In any area or room in a facility in which
a
 5
    video lottery terminal is placed, the video lottery
retailer
   must also place video monitors displaying the live
 6
races or
    games of that facility, if such are being conducted, or,
if nō
    live races or games are being conducted, displaying
some or
    all of the available simulcast races or games,
giv
   preference to performances conducted by Florida i-mutuel
10
par
    permitholders. In each such area or room, the video
11
lot
12
    retailer shall also provide a means by which patrons
may
    wager
13
    on pari-mutuel activity.
           Section 9. Section 24.1122, Florida Statutes, is
14
15
    created to read:
16
           24.1122 Licensure of video lottery terminal
    vendors. -- Video lottery terminal vendors shall be
lidensed by
    the Department of the Lottery, and, by August 1,
2002<del>, the</del>
    department shall adopt rules governing such
licensure. The
20
    department shall not license any person as a video
lottery
21
   terminal vendor if such person has an interest in a
video
22
   lottery retailer or a business relationship with a
    lottery retailer other than as a vendor or lessor of
vide<del>o</del>
24
    lottery terminals.
           Section 10. Section 24.1123, Florida Statutes, is
25
    created to read:
26
27
           24.1123 Local zoning of pari-mutuel
```

facilities.--The

- 28 installation, operation, or use of a video lottery $\underline{\text{terminal on}}$
- 29 any property on which pari-mutuel operations were or would
- 30 have been lawful under any county or municipal $\underline{\mathtt{zoning}}$
- 31 ordinance as of July 1, 2000, shall not be deemed to $\frac{1}{2}$

16

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
the character of the use of such property and shall not
be
    prohibited on such property by any local zoning
 2
   i<del>nance or</del>
ord
 3
    amendments thereto.
 4
           Section 11. Section 24.1124, Florida Statutes, is
 5
    created to read:
 6
           24.1124 Video lottery terminals.--
 7
          (1) Video lottery terminals shall not be offered
for
 8
   use or play in this state unless approved by the
department.
          (2) Video lottery terminals approved for use in
this
10
    state shall:
11
          (a) Be protected against manipulation to affect
the
12
    random probabilities of winning plays.
13
          (b) Have one or more mechanisms that accept
coins,
    currency, tokens, or vouchers in exchange for game
credits.
   Such mechanisms shall be designed to prevent players
15
    obtaining credits by means of physical
tampering.
17
          (c) Be capable of suspending play until reset at
the
18
    direction of the department as a result of physical
tampering.
19
19 (d) department's
              Be capable of being linked to the
    central computer communications system for the
    auditing the operation, financial data, and
21
program
    information as required by the department.
23
           Section 12. Section 24.1125, Florida Statutes, is
   created to read:
25
           24.1125 Video lottery terminal training
program.--
26
          (1) Every licensed video lottery terminal vendor
shall
    submit a training program for the service and
```

maintenance of

- 28 such terminals and equipment for approval by the $\underline{\text{department.}}$
- 29 The training program shall include an outline of the $\underline{\text{training}}$
- 30 curriculum, a list of instructors and their qualifications, a $\,$
- 31 copy of the instructional materials, and the dates, times, and

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

- location of training classes. No service and maintenance program shall be held unless approved by the department. (2) Every video lottery terminal service employee shall complete the requirements of the manufacturer's tra program before such employee performs service, maintenance, or repair on video lottery terminals or video lottery terminal 7 associated equipment. Upon the successful completion by 8 service employee of the training program required by thi section, the department shall issue a certificate authorizing such employee to service, maintain, and repair video lottery terminals and video lottery terminal associated 11 equipment. No certificate of completion shall be issued to any video 12 lottery terminal service employee until the department has 13 ascertained that such employee has completed the required training program. Any person certified as a video lottery terminal 16 service employee under this section shall pass a background 17 investigation conducted under the rules of the department. The 18 department may revoke certification upon finding a vid 19 lottery terminal service employee in violation of any provision of this chapter or a department rule. 20 21 The department is authorized to adopt (3) rules regarding the training, qualifications, and certification 22 οf
- in this
- 24 section.

23

25 Section 13. Section 24.1126, Florida Statutes, is

video lottery terminal service employees, as provided

- 26 created to read:
- 27 for 24.1126 Notice of availability of assistance
- 28 compulsive gambling required. --
- $\frac{29}{\text{lottery}}$ $\frac{\text{(1)}}{\text{The owner of each facility at which video}}$
- 30 games are conducted, pursuant to the provisions of chapter 24,
- 31 shall post signs with the statement "IF YOU OR $\underline{\text{SOMEONE YOU}}$

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
KNOW HAS A GAMBLING PROBLEM, HELP IS
AVAILABLE. CALL
   1-800-426-7711." Such signs shall be posted within 50
    each entrance and exit and within 50 feet of each
credit
    location within the facility.
               Each pari-mutuel facility licensee who
operates as
    a video lottery retailer shall print the statement "IF
YOU
    SOMEONE YOU KNOW HAS A GAMBLING
PROBLEM, HELP IS AVAILABLE.
    CALL 1-800-426-7711" on all daily racing programs
provided by
 9
    the licensee or its lessees to the general public.
10
           Section 14. Subsection (2) of section 24.117, Florida
11
    Statutes, is amended to read:
           24.117 Unlawful sale of lottery tickets; penalty. -- Any
12
13
    person who knowingly:
14
           (2) Sells a state lottery ticket to a minor or
permits
    a minor to use a video lottery terminal; or
15
16
    is guilty of a misdemeanor of the first degree, punishable
17
as
    provided in s. 775.082 or s. 775.083.
18
           Section 15. Subsection (4) of section 24.118, Florida
19
20
    Statutes, is amended to read:
           24.118 Other prohibited acts; penalties.--
21
22 (4) person who, with
               BREACH OF CONFIDENTIALITY. -- Any
    intent to defraud or with intent to provide a financial or
23
24
    other advantage to himself, herself, or another, knowingly
and
25
   willfully discloses any information relating to the lottery
26
    designated as confidential and exempt from the provisions
of
    s. 119.07(1) pursuant to this chapter
act is guilty of a
```

28 felony of the first degree, punishable as provided in s.

775.082, s. 775.083, or s. 775.084.

- 30 Section 16. Subsection (1) of section 24.120, Florida
- 31 Statutes, is amended to read:

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ___ (for drafter's use only)

```
24.120
                  Financial matters; Administrative Trust Fund;
 1
 2
    interagency cooperation .--
 3
           (1) There is hereby created in the State Treasury an
 4
    Administrative Trust Fund to be administered in accordance
 5
    with chapters 215 and 216 by the department. All money
    received by the department which remains after payment of
 6
 7
    prizes and initial compensation paid to retailers shall be
 8
    deposited into the Administrative Trust Fund. All moneys
in
 9
    the trust fund are appropriated to the department for the
10
    purposes specified in this chapter act.
           Section 17. Section 24.122, Florida Statutes, is
11
12
    amended to read:
           24.122 Exemption from taxation; state preemption;
13
    inapplicability of other laws .--
14
                This chapter act shall not be
15
           (1)
construed to
16
    authorize any lottery except the lotteries
lottery operated or
    directed by the department pursuant to this
chapter act.
18
           (2) No state or local tax shall be imposed upon any
19
    prize paid or payable under this \underline{\text{chapter}} or upon the sale
act
20
    of any lottery ticket or the installation, rental, or use
of
   any video lottery terminal pursuant to this oter act.
21
cha
                All matters relating to the operation of the state
22
23
    lottery are preempted to the state, and no county,
24
    municipality, or other political subdivision of the state
25
    shall enact any ordinance relating to the operation of the
26
    lottery authorized by this chapter act.
However, this
27
    subsection shall not prohibit a political subdivision of the
    state from requiring a retailer to obtain an occupational
28
29
    license for any business unrelated to the sale of lottery
30
    tickets.
31
                Any state or local law providing any penalty,
```

File original & 9 copies hri0001

03/14/02 06:34 pm 00182-0107-742681

Amendment No. ___ (for drafter's use only)

```
disability, restriction, or prohibition for the possession,
 1
 2
    manufacture, transportation, distribution, advertising, or
    sale of any lottery ticket, including chapter 849, shall not
 3
    apply to the tickets of the state lottery operated pursuant to
 5
    this chapter act; nor shall any such law
apply to the
    possession of a ticket issued by any other
government-operated
 7
    lottery. In addition, activities of the department under this
   chapter act are exempt from the
visions of:
pro
 9
                Chapter 616, relating to public fairs and
           (a)
10
    expositions.
11
                Chapter 946, relating to correctional work
12
    programs.
13
           (C)
                Chapter 282, relating to communications and data
14
    processing.
15
                Section 110.131, relating to other personal
16
    services.
           Section 18.
                        Subsection (24) of section 212.02,
Florida
18
    Statutes, is amended to read:
19
           212.02 Definitions.--The following terms and phrases
20
    when used in this chapter have the meanings ascribed to
them
21
    in this section, except where the context clearly indicates a
22
    different meaning:
23
                 "Coin-operated amusement machine" means any
24
    machine operated by coin, slug, token, coupon, or similar
25
    device for the purposes of entertainment or amusement.
The
    term includes, but is not limited to, coin-operated pinball
26
   machines, music machines, juke boxes, mechanical games,
27
video
   games, arcade games, billiard tables, moving picture
viewērs,
```

shooting galleries, and all other similar amusement

devices.

³⁰ The term does not include a video lottery terminal $\underbrace{\operatorname{appr}_{\overline{\text{oved}}}}$

³¹ pursuant to chapter 24.

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

```
Section 19. Section 550.26315, Florida Statutes, is
 1
 2
    created to read:
 3
           550.26315 Administration of the Video Lottery
Pur
 4
    Trust Fund. --
          (1) Fifty-eight percent of the proceeds of the
Video
    Lottery Purse Trust Fund shall be transferred to the
Vid
 7
    Lottery Thoroughbred Trust Fund.
          (2) Forty-two percent of the proceeds of the
Video
 9
    Lottery Purse Trust Fund shall be distributed to
par
10
    permitholders to be distributed as purses at their
respective
    pari-mutuel facilities as follows:
11
12
               Eight percent shall be distributed to holders
of
13
    valid harness racing permits.
14
               Seven percent shall be distributed to holders
          (b)
of
15
    valid jai alai permits.
16
          (C)
               Twenty-seven percent shall be distributed
to
17
    holders of valid greyhound racing permits.
18
19
    Each permitholder entitled to receive distributions
und
   paragraph of this subsection shall receive a centage of the
20
<u>p</u>er
21
    amount to be distributed under that paragraph which
is
22
    determined by dividing the amounts paid in purses by
sudh
   permitholder during the state fiscal year 2000-2001
23
by
24
    amount of purses paid by all such permitholders
statewide
25
    during the state fiscal year 2000-2001.
26
               All proceeds distributed under this section
          (3)
are in
    addition to and supplement the other funds set forth
in this
```

- $\frac{28}{\text{jai}}$ chapter for use as purses, awards, and, in the case of
- 29 alai, player compensation.
- 30 (4) Of amounts to be distributed pursuant to this
- 31 section and s. 24.1121(8)(h) to persons holding valid

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
greyhound racing permits, 10 percent of such sums
    distributed as additional purses on all live races at
    facility to Florida-bred greyhounds in a manner similar
to the
    distribution of regular purses and in accordance with
rules
 5
    adopted by the division.
          (5) Of amounts to be distributed pursuant to
 6
this
    section and s. 24.1121(8)(f) to persons holding valid
harness
8 racing permits, 6.6 percent of such sums shall be distributed
    for payment of breeders' awards, stallion awards, and
sta
10
    stakes, and for additional expenditures pursuant to
ss.
    550.26165 and 550.2625. The Florida Standardbred
11
Bre
   eders and
    Owners Association may, in accordance with s.
550
   .<del>2625(4),</del>
13
    deduct a fee for administering the payment of awards
and
14
    general promotion of the industry.
15
               The department is authorized to adopt rules
to
    provide for the equitable distribution of funds by
16
17
    permitholders for purses, awards, or jai alai
pla
18
    compensation, in accordance with the provisions of
thi
19
    section.
20
           Section 20. Section 550.26325, Florida Statutes, is
21
    created to read:
22
           550.26325 Distribution of funds from Video
Lottery
    Thoroughbred Trust Fund. -- The proceeds of the
Video Lottery
24 Thoroughbred Trust Fund shall be distributed as
follows:
          (1) For use as Florida thoroughbred breeders'
25
and
   stallion awards pursuant to ss. 550.26165 and
```

550.2625: 6.6

- 27 percent. The Florida Thoroughbred Breeders' Association may,
- $\frac{28}{\text{for}}$ in accordance with s. 550.2625(3), deduct a fee
- 29 $\,$ administering the payment of awards and for general $\underline{\text{promotion}}$
- 30 of the industry.
- 31 (2) The remainder shall be divided proportionally

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
among the thoroughbred permitholders for use as
purses based
    upon a formula determined by dividing the amounts
paid in
    purses by such thoroughbred permitholder during the
2000 = 2001
    state fiscal year by the amount of purses paid by all
sudh
    thoroughbred permitholders statewide during the
200
   0 = 2001
 6
    state fiscal year.
 7
           Section 21. Paragraphs (d) and (e) of subsection (2)
    and paragraph (a) of subsection (6) of section 550.2625,
 8
 9
    Florida Statutes, are amended, and paragraph (f) is added
to
10
    subsection (2) of said section, to read:
           550.2625 Horseracing; minimum purse requirement,
11
12
    Florida breeders' and owners' awards. --
13
           (2) Each permitholder conducting a horserace meet
is
   required to pay from the takeout withheld on pari-mutuel
14
pools
15
    a sum for purses in accordance with the type of race
16
   performed.
                The division shall adopt reasonable rules to
17
   ensure the timely and accurate payment of all amounts
18
withheld
   by horserace permitholders regarding the distribution of
19
20
   purses, Florida breeders' and stallion awards, and
Florida
   owners' awards, and all other amounts
redeived or collected
   for payment to owners and breeders, including video
lottery
               Each permitholder that fails to pay
23
    proceeds.
    during its
out
24 | meet all moneys received or collected
for payment to owners
    and breeders during that meet shall, within
30 <del>10</del> days after
26 the end of the meet during which the underpayment
occurred
   permitholder underpaid purses, deposit an
```

amount equal to the

- 28 underpayment into a separate interest-bearing account to be
- $29\,$ distributed to owners and breeders in accordance with division
- 30 rules. Any permitholder paying out during its meet less than
- 31 $\,$ 90 percent of all moneys received or collected for payment to

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

owners and breeders during that meet shall be subject to administrative fine in an amount equal to double the 2. amount of the underpayment. Within 30 days after the end of its meet, each permitholder shall be required to file with the division an audited accounting reflecting the receipt and payment of all sums dedicated to purses, Florida breeders' and sta 7 awards, and Florida owners' awards. (e) An amount equal to 8.5 percent of the purse 8 account generated through video lottery proceeds 9 pursuant to 10 550.26325(2), intertrack wagering, and interstate 11 simulcasting shall will be used for Florida Owners' Awards as set forth in subsection (3). This percentage may be changed by 13 written agreement between the Florida Horsemen's Ben evolent and Protective Association, Inc., and the Florida Tho roughbred Breeders' Association, filed with the division. 15 Any 16 thoroughbred permitholder that had with an average blended takeout which does not exceed 20 percent and with an average daily purse distribution excluding sponsorship, entry fees, 19 and nominations exceeding \$225,000 $\underline{\text{in the}}$ 2000-2001 fiscal 20 year is exempt from the provisions of this paragraph. This exemption shall apply for up to 73 racing days. 21 22 The division shall adopt reasonable rules (f) to 23 ensure the timely and accurate payment of all amounts received or collected by a horsemen's or breeders' association 24

25 payment to owners and breeders, including video lottery

for

- 26 proceeds. Each horsemen's or breeders' association that $\overline{\text{fails}}$
- 27 to pay out during the calendar year all moneys received or
- 28 collected for payment to owners and breeders during that $\overline{\text{year}}$
- $\frac{\text{Shall, within 30 days after the end of the calendar year}}{\text{Model of the calendar year}}$
- 30 $\underline{\text{during which the underpayment occurred, deposit an}}$ $\underline{\text{amount}}$
- 31 equal to the underpayment into a separate interest-bearing

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
account to be distributed to owners or breeders in
accordance
   with division rules. Any horsemen's or breeders'
association
    paying out during the calendar year less than 90
percent of
    all moneys received or collected for payment to
owners and
    breeders during that calendar year shall be subject to
an
 6
    administrative fine in an amount equal to double the
amo
   u<u>nt of</u>
 7
    the underpayment. Within 60 days after the end of the
ca]
    year, each permitholder shall be required to file with
 8
the
 9
    division an audited accounting reflecting the receipt
and
    payment of all sums received and collected for
10
payment to
11
    owners and breeders.
12
           (6)(a) The takeout may be used for the payment of
    awards to owners of registered Florida-bred horses
13
placing
14
    first in a claiming race, an allowance race, a maiden special
   race, or a stakes race in which the announced purse,
exclusive
   of entry and starting fees and added moneys, does not
exdeed
17
    $40,000 or such higher amount as may be agreed to
in writing
18
   between the permitholder and the Florida Horsemen's
   e<del>volent</del>
Ben
19
    and Protective Association, Inc., which agreement
sha
   ll be
20
    filed with the division.
           Section 22.
21
                         Section 550.401, Florida Statutes, is
    created to read:
22
23
           550.401 Limited prohibition on termination of
kennel
   operators. -- A greyhound track may not terminate a
24
kenn<del>el</del>
25 operator, other than for breach of contract that
remains in
   breach 15 days following the delivery in writing of
```

notice of

- $27~{\rm such\ breach\ to\ the\ kennel\ operator,\ for\ 12\ months}$ following
- 28 the first period that purse payments are made pursuant to the
- $\underline{\text{29 provisions of s. 550.26315. Thereafter, only those}}$ $\underline{\text{kennel}}$
- 30 operators can be terminated without cause if the $\underline{\text{kennel}}$
- 31 occupies one of the bottom three positions based on $\underline{\text{total}}$

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

ı	
1 whi	number of wins for two consecutive racing seasons, ch may
2 tha	include the 12-month period following the first period \underline{t}
3 <u>s.</u>	purse payments are made pursuant to the provisions of
4	<u>550.26315.</u>
5	Section 23. Subsections (3) and (4) of section
6	550.615, Florida Statutes, are amended to read:
7	550.615 Intertrack wagering
8 vid	(3) <u>(a) If a permitholder who operates as a</u> <u>eo</u>
9 bro	lottery retailer as defined in s. 24.103 elects to adcast
10 per	its signal to any permitholder in this state, any mitholder
11 eli	not located within 25 miles of the host track that is gible
12 of	to conduct intertrack wagering under the provisions
13 and	550.615-550.6345 is entitled to receive the broadcast
14 pro	conduct intertrack wagering under this section; vided,
15 wit	however, that the host track may require a guest track
16 wee	25 miles of another permitholder to receive in any k at
17 is	least 60 percent of the live races that the host track
18 oth	making available on the days that the guest track is erwise
19 req	operating live races or games. A host track may uire a
20 <u>wit</u>	guest track not operating live races or games and hin 25
21 wee	miles of another permitholder to accept within any k at
22 is	least 60 percent of the live races that the host track
23 <u>wri</u>	making available. A permitholder may, pursuant to a tten
24 per	contract, elect to broadcast its signal to any mitholder in

25 this state located within 25 miles of the host track, $\underline{\text{provided}}$

- 26 that where a thoroughbred permitholder is the host track, any
- $27~{\rm such~contract~must~be~approved~by~the~Florida}\over {\rm Horsemen's}$
- 28 Benevolent and Protective Association, Inc. A person may $\overline{\text{not}}$
- $\frac{29}{\text{is}}$ restrain or attempt to restrain any permitholder that
- 30 otherwise authorized to conduct intertrack wagering $\frac{from}{}$
- 31 receiving the signal of any other permitholder or $\underline{\text{sending its}}$

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

```
1
    signal to any permitholder.
   (b) If a permitholder who does not rate as a video
 2
ope
    lottery retailer as defined in s. 24.103 elects to
broadcast
    its signal to any permitholder in this state, any permitholder
 4
 5
    that is eligible to conduct intertrack wagering under the
 6
    provisions of ss. 550.615-550.6345 is entitled to receive the
 7
   broadcast and conduct intertrack wagering under this
section;
   provided, however, that the host track may require a guest
 8
9
    track within 25 miles of another permitholder to receive in
    any week at least 60 percent of the live races that the host
10
11
    track is making available on the days that the guest track
is
12
    otherwise operating live races or games. A host track may
13
    require a quest track not operating live races or games and
14
    within 25 miles of another permitholder to accept within
any
15
   week at least 60 percent of the live races that the host
track
16
    is making available. A person may not restrain or attempt
to
17
    restrain any permitholder that is otherwise authorized to
18
    conduct intertrack wagering from receiving the signal of
any
19
   other permitholder or sending its signal to any
permitholder.
20
                In no event shall any intertrack wager be
           (4)
accepted
   on the same class of live or simulcast races or
games of any
   permitholder without the written consent of such
operating
   permitholders conducting the same class of live or
23
simulcast
24
   races or games if the guest track is within the market area
of
25
   such operating permitholder.
26
           Section 24. Paragraph (g) of subsection (9) of
section
    550.6305, Florida Statutes, is amended to read:
27
28
           550.6305 Intertrack wagering; guest track payments;
```

29 accounting rules.-30 (9) A host track that has contracted with an
31 out-of-state horse track to broadcast live races conducted

28
File original & 9 copies 03/14/02 06:34 pm 00182-0107-742681

Amendment No. ____ (for drafter's use only)

```
such out-of-state horse track pursuant to s. 550.3551(5)
 1
may
 2
    broadcast such out-of-state races to any quest track and
 3
    accept wagers thereon in the same manner as is provided in
s.
 4
    550.3551.
           (g)1. Any thoroughbred permitholder which accepts
 5
 6
    wagers on a simulcast signal must make the signal available
to
    any permitholder that is located more than 25 miles
fro
   m where
    the permitholder providing the signal is located
and
 9
    eligible to conduct intertrack wagering under the provisions
10
    of ss. 550.615-550.6345.
11
               Any thoroughbred permitholder which accepts
wagers
12
    on a simulcast signal received after 6 p.m. must make such
13
    signal available to any permitholder that is eligible to
14
    conduct intertrack wagering under the provisions of ss.
    550.615-550.6345, including any permitholder located as
15
    specified in s. 550.615(6). Such guest permitholders are
16
17
    authorized to accept wagers on such simulcast signal,
    notwithstanding any other provision of this chapter to the
18
19
    contrary.
2.0
               Any thoroughbred permitholder which accepts
wagers
    on a simulcast signal received after 6 p.m. must make such
21
    signal available to any permitholder that is eligible to
22
23
    conduct intertrack wagering under the provisions of ss.
24
    550.615-550.6345, including any permitholder located as
25
    specified in s. 550.615(9). Such guest permitholders are
26
    authorized to accept wagers on such simulcast signals for
а
27
   number of performances not to exceed that which
constitutes a
   full schedule of live races for a quarter horse permitholder
28
29
   pursuant to s. 550.002(11), notwithstanding any other
   provision of this chapter to the contrary, except that the
30
31
    restrictions provided in s. 550.615(9)(a) apply to wagers
```

on

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ____ (for drafter's use only)

```
such simulcast signals.
 1
 2
 3
    No thoroughbred permitholder shall be required to continue
to
    rebroadcast a simulcast signal to any in-state permitholder
 4
if
 5
    the average per performance gross receipts returned to the
 6
   host permitholder over the preceding 30-day period were
less
 7
    than $100. Subject to the provisions of s. 550.615(4), as a
    condition of receiving rebroadcasts of thoroughbred
simulcast
    signals under this paragraph, a guest permitholder must
accept
10
    intertrack wagers on all live races conducted by all
11
    then-operating thoroughbred permitholders.
           Section 25. Subsection (6) is added to section
12
13
    550.6308, Florida Statutes, to read:
           550.6308 Limited intertrack wagering license.--In
14
   recognition of the economic importance of the
thoroughbred
    breeding industry to this state, its positive impact on
16
    tourism, and of the importance of a permanent
thoroughbred
18
    sales facility as a key focal point for the activities of the
19
    industry, a limited license to conduct intertrack wagering
is
20
    established to ensure the continued viability and public
21
    interest in thoroughbred breeding in Florida.
22
          (6) Notwithstanding the limitations on use of
the
    license provided in subsections (1) and (4) and s.
550
   .615(9),
    if the licensee is also operating as a video lottery
24
retailer,
25
   the licensee may conduct intertrack wagering on
thoroughbred
26 horse racing and on greyhound racing and the licensee may also
   conduct intertrack wagering between May 9 and
October 31 at
   such times and on such days as any thoroughbred, jai
```

alai, or

29 a greyhound permitholder in the same county is conducting live

30 performances.

31 Section 26. Subsection (5) of section 565.02, Florida

30

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
Statutes, is amended to read:
 1
 2
           565.02 License fees; vendors; clubs; caterers; and
 3
    others.--
 4
           (5) A caterer at a horse or dog racetrack or jai alai
 5
    fronton may obtain a license upon the payment of an annual
    state license tax of $675. Such caterer's license shall permit
 6
 7
    sales only within the enclosure in which such races or jai
   alai games are conducted, and such licensee shall be
permitted
   to sell only during the period beginning 10 days
before and
10
    ending 10 days after racing or jai alai under the authority
of
11
    the Division of Pari-mutuel Wagering of the Department
of
    Business and Professional Regulation is conducted at such
12
13
    racetrack or jai alai fronton and on days on which
the
   pari-mutuel facility is open to the public for the
14
purpose of
15
    video lottery play authorized by the Department of
the
   Lottery. Except as in this subsection otherwise
16
provided,
    caterers licensed hereunder shall be treated as vendors
17
18
    licensed to sell by the drink the beverages mentioned
herein
    and shall be subject to all the provisions hereof relating to
19
20
    such vendors.
           Section 27.
                        Compulsive gambling
program. -- The Alcohol,
   Drug Abuse, and Mental Health Program Office
22
within the
   Department of Children and Family Services shall
establish a
   program for public education, awareness, and
training
   regarding problem and compulsive gambling and the
treatment
    and prevention of problem and compulsive gambling.
The program
```

Maintenance of a compulsive gambling

27

28

advocacy

shall include:

- 29 <u>organization's toll-free problem gambling telephone</u> number to
- 30 provide crisis counseling and referral services to $\underline{\text{families}}$
- 31 experiencing difficulty as a result of problem or compulsive

File original & 9 copies 03/14/02 hri0001 06:34 pm

Amendment No. ____ (for drafter's use only)

```
gambling.
          (2)
               The promotion of public awareness regarding
the
    recognition and prevention of problem or compulsive
gambling.
          (3) Facilitation, through inservice training and
<u>ot</u>her
   means, of the availability of effective assistance
programs
    for problem and compulsive gamblers, of all ages, and
family
   members affected by problem and compulsive
gambling.
          (4) Studies to identify adults and juveniles in
thi
 9
    state who are, or who are at risk of becoming, problem
or
10
    compulsive gamblers.
11
           Section 28. (1) Sections 1 and 2 of this act shall
    take effect July 1, 2002.
12
13
           (2) Sections 3-29 of this act and this subsection
    shall take effect upon becoming a law, if House Bill 1499,
14
15
    House Bill 1501, House Bill 1503, and House Bill 1505,
or
16
   similar legislation is adopted in the same legislative session
17
    or an extension thereof and becomes law.
18
19
   ======= T I T L E
20
                               AMENDMENT
    And the title is amended as follows:
21
22
           On page 1, line 2-7,
    remove: all said lines
23
24
25
    and insert:
           amending s. 24.101, F.S.; redesignating ch. 24,
26
27
           F.S., as the "Florida Public Education Lottery
           Chapter"; amending ss. 24.102, 24.108, 24.111,
28
           24.118, and 24.120, F.S., to conform; making
29
30
           technical corrections within the chapter;
           amending s. 24.103, F.S., relating to
31
```

File original & 9 copies hri0001

03/14/02 06:34 pm

Amendment No. ___ (for drafter's use only)

1 2

3

4

5

6 7

8

9

11 12

13

14 15

16 17

18

19 20

21

22

2324

25

2627

28

2930

31

definitions; defining the terms "video lottery game, " "video lottery terminal vendor, " "net terminal income, " and "video lottery retailer"; amending s. 24.105, F.S.; providing duties of the Department of the Lottery relating to establishment and operation of video lottery games; providing specific rulemaking authority; amending s. 24.1055, F.S.; correcting a reference; prohibiting participation of minors in video lottery games; requiring warning signs; providing criminal penalties; creating s. 24.1121, F.S.; providing requirements for video lottery games and retailers; providing suspension powers to the Department of the Lottery; providing for fines; providing for enforcement of suspension orders or fines in circuit court; providing for allocation of net terminal income; providing for implementation of a grants program; providing for distribution of proceeds; providing funds to the Department of Children and Family Services for a program on compulsive gambling; providing for use of certain funds for purses, awards, and benefits; requiring certain written agreements; providing for transfer of funds into the Public Education Capital Outlay and Debt Service Trust Fund and into the Department of Elderly Affairs' Grants and Donations Trust Fund; prohibiting manipulation or attempted manipulation of lottery games or terminals; providing criminal penalties; providing for payment of prizes;

Amendment No. ___ (for drafter's use only)

1 2

3

4

5

6 7

8

9

11 12

13

1415

16

17

18

19

20

21

22

2324

25

2627

28

2930

31

prohibiting isolation of video lottery terminals in pari-mutuel facilities; creating s. 24.1122, F.S.; providing for licensure of video lottery terminal vendors; creating s. 24.1123, F.S.; prohibiting certain zoning changes by local governments; creating s. 24.1124, F.S., relating to video lottery terminals; requiring that such terminals be approved by the department; providing technical specifications; creating s. 24.1125, F.S.; providing for training and certification of video lottery terminal service employees; providing rulemaking authority; creating s. 24.1126, F.S.; requiring video lottery retailers to provide notice of a toll-free problem gambling hotline; amending s. 24.117, F.S.; prohibiting knowingly permitting use of video lottery terminals by minors; providing criminal penalties; amending s. 24.122, F.S.; prohibiting state and local taxation of the installation, rental, or use of video lottery terminals; amending s. 212.02, F.S.; clarifying that video lottery terminals are not coin-operated amusement machines for the purpose of taxation; creating s. 550.26315, F.S., relating to the administration of the Video Lottery Purse Trust Fund; providing for distribution of proceeds; requiring certain proceeds to be used as additional purses, awards, or compensation; providing for transfer of certain proceeds to the Video Lottery

Amendment No. ____ (for drafter's use only)

1 2

3

4

5

6 7

8

9

11 12

13

14

15

16 17

18

19 20

21

22

2324

25

2627

2829

30

31

Thoroughbred Trust Fund; providing rulemaking authority; creating s. 550.26325, F.S., relating to the distribution of funds from the Video Lottery Thoroughbred Trust Fund; requiring certain uses of distributed funds; amending s. 550.2625, F.S.; requiring that the Division of Pari-Mutuel Wagering of the Department of Business and Professional Regulation adopt rules regarding the distribution of certain awards and funds, including video lottery proceeds, received for distribution to thoroughbred owners and breeders by pari-mutuel permitholders or by horsemen's or breeders' associations; providing an exemption; providing administrative fines for underpaying purses or awards; requiring periodic audited accountings by permitholders and by horsemen's and breeders' associations; permitting agreement to increase the cap on horseracing purses; creating s. 550.401, F.S.; prohibiting the cancellation of certain contracts by greyhound racing tracks; amending s. 550.615, F.S.; providing that pari-mutuel facilities are not required to broadcast their intertrack signals to other facilities located within 25 miles; requiring approval of certain intertrack contracts; requiring written consent of certain permitholders relating to intertrack wagering; amending s. 550.6305, F.S.; providing that pari-mutuel facilities are not required to broadcast their intertrack signals to other

Amendment No. ____ (for drafter's use only)

facilities located within 25 miles; repealing 1 2 additional requirements and authority provided 3 in relation to intertrack wagering on nighttime 4 thoroughbred races; amending s. 550.6308, F.S.; 5 authorizing an intertrack wagering licensee to conduct intertrack wagering on additional types 6 7 of races and on additional days if operating as 8 a video lottery retailer; amending s. 565.02, F.S.; providing that pari-mutuel facilities may 9 10 be licensed to sell alcoholic beverages when conducting video lottery games; directing the 11 12 Alcohol, Drug Abuse, and Mental Health Program 13 Office within the Department of Children and 14 Family Services to establish a program relating 15 to compulsive gambling, which includes public education, training, prevention, and treatment; 16 17 providing for contingent effect; providing effective dates 18 19 20 21 22 23 24 25 26 27 28 29 30

31