By Senators Campbell, Jones and Bennett

32-740-03

A bill to be entitled 1 2 An act relating to pari-mutuel wagering; amending s. 550.3551, F.S.; deleting a 3 4 limitation on horsetracks receiving broadcasts 5 of races conducted out of this state; providing 6 clarification regarding simulcast horseraces; 7 amending s. 550.5251, F.S.; deleting a limitation on beginning thoroughbred races 8 9 after 7 p.m.; amending s. 550.615, F.S.; deleting a limitation on accepting certain 10 intertrack wagers; amending s. 550.6305, F.S.; 11 12 authorizing certain intertrack wagering; providing an effective date. 13 14 15 Be It Enacted by the Legislature of the State of Florida: 16 Section 1. Subsection (3) of section 550.3551, Florida 17 Statutes; is amended, and subsection (15) is added to that 18 19 section, to read: 20 550.3551 Transmission of racing and jai alai 21 information; commingling of pari-mutuel pools. --22 (3) Any horse track licensed under this chapter may 23 receive broadcasts of horseraces conducted at other horse racetracks located outside this state at the racetrack 24 enclosure of the licensee during its racing meet. 25 (a) All broadcasts of horseraces received from 26 27 locations outside this state must comply with the provisions 28 of the Interstate Horseracing Act of 1978, 92 Stat. 1811, 15 29 U.S.C. ss. 3001 et seq. 30 (b) Wagers accepted at the horse track in this state

may be, but are not required to be, included in the

pari-mutuel pools of the out-of-state horse track that broadcasts the race. Notwithstanding any contrary provisions of this chapter, if the horse track in this state elects to include wagers accepted on such races in the pari-mutuel pools of the out-of-state horse track that broadcasts the race, from the amount wagered by patrons at the horse track in this state and included in the pari-mutuel pools of the out-of-state horse track, the horse track in this state shall deduct as the takeout from the amount wagered by patrons at the horse track in this state and included in the pari-mutuel pools of the out-of-state horse track a percentage equal to the percentage deducted from the amount wagered at the out-of-state racetrack as is authorized by the laws of the jurisdiction exercising regulatory authority over the out-of-state horse track.

- (c) All forms of pari-mutuel wagering are allowed on races broadcast under this section, and all money wagered by patrons on such races shall be computed as part of the total amount of money wagered at each racing performance for purposes of taxation under ss. 550.0951, 550.09512, and 550.09515. Section 550.2625(2)(a), (b), and (c) does not apply to any money wagered on races broadcast under this section. Similarly, the takeout shall be increased by breaks and uncashed tickets for wagers on races broadcast under this section, notwithstanding any contrary provision of this chapter.
- (15) This chapter does not prevent a licensed horse track from receiving and engaging in pari-mutuel wagering on simulcast horseraces.

Section 2. Subsections (4), (5), (6), and (7) of section 550.5251, Florida Statutes, are amended to read:

550.5251 Florida thoroughbred racing; certain permits; operating days.--

any race later than 7 p.m. However, any thoroughbred permitholder in a county in which the authority for cardrooms has been approved by the board of county commissioners may elect not to operate a cardroom when conducting live races during its current race meet and instead to receive and rebroadcast out-of-state races after the hour of 7 p.m. on any day during which the permitholder conducts live races.

However, such permitholder may not engage in both operating a cardroom and receiving or rebroadcasting out-of-state races after 7 p.m. Permitholders shall be required to elect between either operating a cardroom or engaging in simulcasting after 7 p.m. at the time of submitting its application for its annual license pursuant to this section.

(4)(5)(a) Each licensed thoroughbred permitholder in this state must run an average of one race per racing day in which horses bred in this state and duly registered with the Florida Thoroughbred Breeders' Association have preference as entries over non-Florida-bred horses. All licensed thoroughbred racetracks shall write the conditions for such races in which Florida-bred horses are preferred so as to assure that all Florida-bred horses available for racing at such tracks are given full opportunity to run in the class of races for which they are qualified. The opportunity of running must be afforded to each class of horses in the proportion that the number of horses in this class bears to the total number of Florida-bred horses available. A track is not required to write conditions for a race to accommodate a

class of horses for which a race would otherwise not be run at the track during its meeting.

- (b) Each licensed thoroughbred permitholder in this state may run one additional race per racing day composed exclusively of Arabian horses registered with the Arabian Horse Registry of America. Any licensed thoroughbred permitholder that elects to run one additional race per racing day composed exclusively of Arabian horses registered with the Arabian Horse Registry of America is not required to provide stables for the Arabian horses racing under this paragraph.
- (c) Each licensed thoroughbred permitholder in this state may run up to three additional races per racing day composed exclusively of quarter horses registered with the American Quarter Horse Association.
- (5)(6) Notwithstanding the provisions of subsection (2), a thoroughbred permitholder who fails to operate all performances on its 2001-2002 license does not lose its right to retain its permit. Such thoroughbred permitholder is eligible for issuance of an annual license pursuant to s. 550.0115 for subsequent thoroughbred racing seasons. The division shall take no disciplinary action against such thoroughbred permitholder for failure to operate all licensed performances for the 2001-2002 license pursuant to this section or s. 550.01215. This section may not be interpreted to prohibit the division from taking disciplinary action against a thoroughbred permitholder for failure to pay taxes on performances operated pursuant to its 2001-2002 license. This subsection expires July 1, 2003.
- (7) A thoroughbred permitholder shall file an amendment with the division no later than July 1, 2002, that indicates that it will not be able to operate the performances

scheduled on its 2002-2003 license without imposition of any 2 penalty for failure to operate all licensed performances 3 provided in this chapter. This subsection expires July 1, <del>2003.</del> 4 5 Section 3. Subsection (6) of section 550.615, Florida 6 Statutes, is amended to read: 7 550.615 Intertrack wagering.--8 (6) Notwithstanding the provisions of subsection (3), 9 in any area of the state where there are three or more 10 horserace permitholders within 25 miles of each other, 11 intertrack wagering between permitholders in said area of the state shall only be authorized under the following conditions: 12 Any permitholder, other than a thoroughbred permitholder, may 13 14 accept intertrack wagers on races or games conducted live by a 15 permitholder of the same class or any harness permitholder 16 located within such area and any harness permitholder may 17 accept wagers on games conducted live by any jai alai permitholder located within its market area and from a jai 18 19 alai permitholder located within the area specified in this 20 subsection when no jai alai permitholder located within its market area is conducting live jai alai performances; any 21 greyhound or jai alai permitholder may receive broadcasts of 22 and accept wagers on any other permitholder if of the other 23 24 class provided that a permitholder, other than the host track, of such other class is not operating a contemporaneous live 25 performance within the market area. 26 2.7 Section 4. Subsection (9) of section 550.6305, Florida Statutes, is amended to read: 28 29 550.6305 Intertrack wagering; guest track payments; 30 accounting rules .--

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- (9) A host track that has contracted with an out-of-state horse track to broadcast live races conducted at such out-of-state horse track pursuant to s. 550.3551(5) may broadcast during its live meet such out-of-state races to any guest track and accept wagers thereon in the same manner as is provided in s. 550.3551.
- (a) For purposes of this section, "net proceeds" means the amount of takeout remaining after the payment of state taxes, purses required pursuant to s. 550.0951(3)(c)1., the cost to the permitholder required to be paid to the out-of-state horse track, and breeders' awards paid to the Florida Thoroughbred Breeders' Association and the Florida Standardbred Breeders and Owners Association, to be used as set forth in s. 550.625(2)(a) and (b).
- (b) Notwithstanding the provisions of subsection (1) and s. 550.625(1) and (2)(a), the distribution of the net proceeds that are retained by a thoroughbred host track from the takeout on an out-of-state race rebroadcast under this subsection shall be as follows:
- 1. One-third of the remainder of such proceeds shall be paid to the guest track;
- One-third of the remainder of such proceeds shall be retained by the host track; and
- 3. One-third of the remainder of such proceeds shall be paid by the host track as purses at the host track.
- (c) All guest tracks other than thoroughbred permitholders that are eligible to receive wagers on out-of-state horseraces rebroadcast from a host track racing under a thoroughbred horse permit shall be subject to the distribution of the net proceeds as specified in paragraph (a) 31 unless the host and guest permitholders and the recognized

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horseman's group agree to a different distribution of their respective portions of the proceeds by contract.

- (d) Any permitholder located in any area of the state where there are only two permits, one for dogracing and one for jai alai, may accept wagers on rebroadcasts of out-of-state thoroughbred horse races from an in-state thoroughbred horse racing permitholder and shall not be subject to the provisions of paragraph (b) if such thoroughbred horse racing permitholder located within the area specified in this paragraph is both conducting live races and accepting wagers on out-of-state horseraces. In such case, the guest permitholder shall be entitled to 45 percent of the net proceeds on wagers accepted at the guest facility. remaining proceeds shall be distributed as follows: one-half shall be retained by the host facility and one-half shall be paid by the host facility as purses at the host facility.
- (e) Notwithstanding the provisions of subsection (1) and s. 550.625(1) and (2)(b), the proceeds that are retained by a harness host facility from the takeout on a race broadcast under this subsection shall be distributed as follows:
- Of the total intertrack handle on the broadcast, 1 percent shall be deducted from the proceeds and paid to the Florida Standardbred Breeders and Owners Association, Inc., to be used as set forth in s. 550.625(2)(b);
- 2. One-third of the remainder of such proceeds shall be paid to the quest facility;
- 3. One-third of the remainder of such proceeds shall be retained by the host facility; and
- 4. One-third of the remainder of said proceeds shall 31 be paid by the host facility as purses at the host facility.

- where there are only two permits, one for dogracing and one for jai alai, may accept wagers on rebroadcasts of out-of-state harness horse races from an in-state harness horse racing permitholder and shall not be subject to the provisions of paragraph (b) if such harness horse racing permitholder located within the area specified in this paragraph is conducting live races. In such case, the guest permitholder shall be entitled to 45 percent of the net proceeds on wagers accepted at the guest facility. The remaining proceeds shall be distributed as follows: one-half shall be retained by the host facility and one-half shall be paid by the host facility as purses at the host facility.
- (g)1. Any thoroughbred permitholder that which accepts wagers on a simulcast signal must, during its live meet, make the signal available to any permitholder that is eligible to conduct intertrack wagering under the provisions of ss. 550.615-550.6345.
- 2. Any thoroughbred permitholder that which accepts wagers on a simulcast signal received after 6 p.m. must, during its live meet, make such signal available to any permitholder that is eligible to conduct intertrack wagering under the provisions of ss. 550.615-550.6345, including any permitholder located as specified in s. 550.615(6). Such guest permitholders are authorized to accept wagers on such simulcast signal, notwithstanding any other provision of this chapter to the contrary.
- 3. Any thoroughbred permitholder which accepts wagers on a simulcast signal received after 6 p.m. must make such signal available to any permitholder that is eligible to conduct intertrack wagering under the provisions of ss.

1 550.615-550.6345, including any permitholder located as 2 specified in s. 550.615(9). Such quest permitholders are 3 authorized to accept wagers on such simulcast signals for a 4 number of performances not to exceed that which constitutes a 5 full schedule of live races for a quarter horse permitholder 6 pursuant to s. 550.002(11), notwithstanding any other 7 provision of this chapter to the contrary, except that the restrictions provided in s. 550.615(9)(a) apply to wagers on 8 9 such simulcast signals. 10 11 No thoroughbred permitholder shall be required to continue to rebroadcast a simulcast signal to any in-state permitholder if 12 13 the average per performance gross receipts returned to the 14 host permitholder over the preceding 30-day period were less than \$100. Subject to the provisions of s. 550.615(4), as a 15 condition of receiving rebroadcasts of thoroughbred simulcast 16 17 signals under this paragraph, a guest permitholder must accept intertrack wagers on all live races conducted by all 18 19 then-operating thoroughbred permitholders. 20 Section 5. This act shall take effect July 1, 2003. 21 22 23 SENATE SUMMARY Revises provisions relating to pari-mutuel intertrack wagering, expanding the scope of such wagering. (See bill for details.) 24 25 26 27 28 29 30 31