A bill to be entitled

An act relating to cardrooms; amending s. 849.086, F.S.; defining the term "tournament"; revising the time periods a cardroom may operate; authorizing a cardroom operator to give certain awards under certain circumstances; revising bet limit; authorizing certain games with a buy-in limit to be conducted without a bet limit; providing requirements for conducting a tournament; defining the term "gross receipts" for purposes of tournaments; providing an appropriation; providing an effective date.

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

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Section 1. Subsections (7) and (8) of section 849.086, Florida Statutes, are amended, and paragraph (1) is added to subsection (2) of that section, to read:

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849.086 Cardrooms authorized.--

18 19 (2)

(1) "Tournament" means a series of games with more than one betting round involving one or more tables, where the

DEFINITIONS. -- As used in this section:

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(7) CONDITIONS FOR OPERATING A CARDROOM. --

winners or others receive a prize or cash award.

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(a) A cardroom may be operated only 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 or as otherwise authorized by law.

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Any horserace, greyhound race, or jai alai (b) permitholder licensed under this section may operate a cardroom at the pari-mutuel facility on any day for a cumulative amount of 12 hours if the permitholder meets the requirements under paragraph (5)(b). A cardroom may be operated at the facility only when the facility is authorized to accept wagers on parimutuel events during its authorized meet. A cardroom may operate between the hours of 12 noon and 12 midnight on any day a parimutuel event is conducted live as a part of its authorized meet. However, a permitholder who holds a valid cardroom license may operate a cardroom between the hours of 12 noon and 12 midnight on any day that live racing of the same class of permit is occurring within 35 miles of its facility if no other holder of that same class of permit within 35 miles is operating a cardroom at such time and if all holders of the same class of permit within the 35-mile area have given their permission in writing to the permitholder to operate the cardroom during the designated period. Application to operate a cardroom under this paragraph must be made to the division as part of the annual license application.

(c) A cardroom operator must at all times employ and provide a nonplaying dealer for each table on which authorized 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

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57 operator.

(d) A cardroom operator may award giveaways, jackpots, and prizes to a player or players who hold certain combinations of cards as 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.
- <u>(f)</u> (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

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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.

- (b) The cardroom operator may limit the amount wagered in any game or series of games, but the maximum bet may not exceed \$5 \$2 in value. There may not be 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 amount provided in this paragraph. However, a cardroom operator may conduct games of Texas Hold'em without a betting limit provided the maximum required player buy-in does not exceed \$100.
- (c) A tournament shall consist of a series of games. The entry fee for a tournament, including any rebuys, may not exceed the maximum amount that could be wagered by a participant in 10 like-kind, nontournament games under paragraph (b). Tournaments must be played only with tournament chips that are provided to all participants in exchange for an entry fee and any subsequent rebuys. All players must receive an equal number of tournament chips for their entry fee. Tournament chips have no cash value and represent tournament points only. There is no limitation on the number of tournament chips that may be used for a bet except as otherwise determined by the cardroom operator. Tournament chips may never be redeemed for cash or for any other thing of value. The distribution of prizes and cash awards is determined by the cardroom operator before entry fees are accepted.
- (d) For purposes of tournament play only, the term "gross receipts" for a tournament means the total amount received by

113	the cardioom operator for all entry fees, prayer repuys, and
114	fees for participation in the tournament less the total amount
115	paid to the winners or others as prizes.
116	Section 2. For fiscal year 2007-2008, four full-time
117	equivalent positions and 138,949 in associated salary rate are
118	authorized, and the sums of \$230,722 in recurring funds and
119	\$48,411 in nonrecurring funds from the Pari-mutuel Wagering
120	Trust Fund of the Department of Business and Professional
121	Regulation are appropriated for the purpose of carrying out
122	activities related to this act.
123	Section 3. This act shall take effect July 1, 2007.