A bill to be entitled 1 2 An act relating to pari-mutuel permitholders; amending s. 3 550.054, F.S.; providing that no new pari-mutuel permits 4 shall be issued after a certain date; amending s. 550.334, 5 F.S.; removing provisions for application to the Division 6 of Pari-mutuel Wagering for a permit to conduct guarter 7 horse race meetings; removing provisions for granting a 8 license to conduct quarter horse racing; removing a 9 provision for governance and control of quarter horse 10 racing; removing a requirement for intertrack wagering to be conducted by a quarter horse permitholder; providing 11 for retroactive application; providing effective dates. 12 13 14 Be It Enacted by the Legislature of the State of Florida: 15 16 Section 1. Subsection (14) is added to section 550.054, 17 Florida Statutes, to read: 550.054 Application for permit to conduct pari-mutuel 18 19 wagering.--20 (14) Notwithstanding any other provision of law, no new 21 pari-mutuel permits shall be issued pursuant to this chapter on 22 or after January 1, 2009. 23 Section 2. Effective upon this act becoming a law and 24 applicable to applications for a permit to conduct quarter horse races filed with the division on or after March 30, 2008, 25 26 section 550.334, Florida Statutes, is amended to read: 27 550.334 Quarter horse racing; substitutions.--

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28 (1) Subject to all the applicable provisions of this 29 chapter, any person who possesses the qualifications prescribed in this chapter may apply to the division for a permit to 30 31 conduct quarter horse race meetings and racing under this 32 chapter. The applicant must demonstrate that the location or 33 locations where the permit will be used are available for such 34 use and that she or he has the financial ability to satisfy -the 35 reasonably anticipated operational expenses of the first racing 36 year following final issuance of the permit. If the racing facility is already built, the application must contain a 37 statement, with reasonable supporting evidence, that the permit 38 39 will be used for quarter horse racing within 1 year after the date on which it is granted; if the facility is not already 40 41 built, the application must contain a statement, with reasonable 42 supporting evidence, that substantial construction will be 43 started within 1 year after the issuance of the permit. After receipt of an application, the division shall convene to 44 consider and act upon permits applied for. The division shall 45 46 disapprove an application if it fails to meet the requirements 47 of this chapter. Upon each application filed and approved, a 48 permit shall be issued setting forth the name of the applicant 49 and a statement showing qualifications of the applicant to 50 conduct racing under this chapter. If a favorable referendum on a pari-mutuel facility has not been held previously within the 51 county, then, before a quarter horse permit may be issued by the 52 division, a referendum ratified by a majority of the electors in 53 the county is required on the question of allowing quarter horse 54 55 races within that county.

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56 (2) After a quarter horse racing permit has been granted 57 by the division, the department shall grant to the lawful holder of such permit, subject to the conditions of this section, a 58 59 license to conduct quarter horse racing under this chapter; and 60 the division shall fix annually the time when, place where, and number of days upon which racing may be conducted by such 61 62 quarter horse racing permitholder. After the first license has 63 been issued to the holder of a permit for quarter horse racing, all subsequent annual applications for a license by a 64 65 permitholder must be accompanied by proof, in such form as the division requires, that the permitholder still possesses all the 66 qualifications prescribed by this chapter. The division may 67 68 revoke any permit or license issued under this section upon the 69 willful violation by the licensee of any provision of this 70 chapter or any rule adopted by the division under this chapter. 71 The division shall revoke any quarter horse permit under which 72 no live racing has ever been conducted before July 7, 1990, for 73 failure to conduct a horse meet pursuant to the license issued 74 where a full schedule of horseracing has not been conducted for 75 a period of 18 months commencing on October 1, 1990, unless the 76 permitholder has commenced construction on a facility at which a 77 full schedule of live racing could be conducted as approved by 78 the division. "Commenced construction" means initiation of and 79 continuous activities beyond site preparation associated with erecting or modifying a horseracing facility, including 80 procurement of a building permit applying the use of approved 81 82 construction documents, proof of an executed owner/contractor 83 agreement or an irrevocable or binding forced account, and Page 3 of 6

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84 actual undertaking of foundation forming with steel installation 85 and concrete placing. The 18-month period shall be extended by 86 the division, to the extent that the applicant demonstrates to 87 the satisfaction of the division that good faith commencement of the construction of the facility is being delayed by litigation 88 89 or by governmental action or inaction with respect to 90 regulations or permitting precluding commencement of the 91 construction of the facility.

92 <u>(1)(3)</u> The operator of any licensed racetrack is 93 authorized to lease such track to any quarter horse racing 94 permitholder for the conduct of quarter horse racing under this 95 chapter.

96 (4) Section 550.054 is inapplicable to quarter horse 97 racing as permitted under this section. All other provisions of 98 this chapter apply to, govern, and control such racing, and the 99 same must be conducted in compliance therewith.

100 (2)(5) Quarter horses participating in such races must be 101 duly registered by the American Quarter Horse Association, and 102 before each race such horses must be examined and declared in 103 fit condition by a qualified person designated by the division.

104 <u>(3)(6)</u> Any quarter horse racing days permitted under this 105 chapter are in addition to any other racing permitted under the 106 license issued the track where such quarter horse racing is 107 conducted.

108 <u>(4)(7)(a)</u> Any quarter horse racing permitholder operating 109 under a valid permit issued by the division is authorized to 110 substitute races of other breeds of horses, except 111 thoroughbreds, which are, respectively, registered with the

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112 American Paint Horse Association, Appaloosa Horse Club, Arabian 113 Horse Registry of America, Palomino Horse Breeders of America, 114 or United States Trotting Association, for no more than 50 115 percent of the quarter horse races daily, and may substitute 116 races of thoroughbreds registered with the Jockey Club for no 117 more than 50 percent of the quarter horse races daily with the 118 written consent of all greyhound, harness, and thoroughbred 119 permitholders whose pari-mutuel facilities are located within 50 air miles of such quarter horse racing permitholder's pari-120 121 mutuel facility.

122 Any permittee operating within an area of 50 air miles (b) of a licensed thoroughbred track may not substitute thoroughbred 123 races under this section while a thoroughbred horse race meet is 124 125 in progress within that 50 miles. Any permittee operating within 126 an area of 125 air miles of a licensed thoroughbred track may 127 not substitute live thoroughbred races under this section while 128 a thoroughbred permittee who pays taxes under s. 550.09515(2)(a) 129 is conducting a thoroughbred meet within that 125 miles. These 130 mileage restrictions do not apply to any permittee that holds a 131 nonwagering permit issued pursuant to s. 550.505.

132 <u>(5) (8)</u> A quarter horse permit issued pursuant to this 133 section is not eligible for transfer or conversion to another 134 type of pari-mutuel operation.

135 <u>(6) (9)</u> Any nonprofit corporation, including, but not 136 limited to, an agricultural cooperative marketing association, 137 organized and incorporated under the laws of this state may 138 apply for a quarter horse racing permit and operate racing meets 139 under such permit, provided all pari-mutuel taxes and fees

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140 applicable to such racing are paid by the corporation. However, 141 insofar as its pari-mutuel operations are concerned, the 142 corporation shall be considered to be a corporation for profit 143 and is subject to taxation on all property used and profits 144 earned in connection with its pari-mutuel operations.

145 (10) Intertrack wagering shall not be authorized for any 146 quarter horse permitholder without the written consent of all 147 greyhound, harness, and thoroughbred permitholders whose pari-148 mutuel facilities are located within 50 air miles of such 149 quarter horse permitholder's pari-mutuel facility.

Section 3. Except as otherwise expressly provided in thisact, this act shall take effect July 1, 2009.

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