

LEGISLATIVE ACTION

Senate House

Comm: WD 04/12/2011

The Committee on Regulated Industries (Diaz de la Portilla) recommended the following:

Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Subsection (2), paragraph (a) of subsection (4), and paragraph (d) of subsection (5) of section 849.086, Florida Statutes, are amended, and paragraphs (h) and (i) are added to subsection (7) of that section, to read:

849.086 Cardrooms authorized.-

- (2) DEFINITIONS.—As used in this section:
- (a) "Authorized game" means a game or series of games of bingo, poker, or dominoes which are played in a nonbanking

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- (b) "Banking game" means a game in which the house is a participant in the game, taking on players, paying winners, and collecting from losers or in which the cardroom establishes a bank against which participants play.
 - (c) "Bingo" has the same meaning as s. 849.0931(1)(a).
- (d) "Bingo card" has the same meaning as in s. 849.0931(1)(b).
- (e) (c) "Cardroom" means a facility where authorized games are played for money or anything of value and to which the public is invited to participate in such games and charged a fee for participation by the operator of such facility. Authorized games and cardrooms do not constitute casino gaming operations.
- (f) (d) "Cardroom management company" means any individual not an employee of the cardroom operator, any proprietorship, partnership, corporation, or other entity that enters into an agreement with a cardroom operator to manage, operate, or otherwise control the daily operation of a cardroom.
- (q) (e) "Cardroom distributor" means any business that distributes cardroom paraphernalia such as card tables, betting chips, chip holders, dominoes, dominoes tables, drop boxes, banking supplies, playing cards, card shufflers, and other associated equipment to authorized cardrooms.
- (h) (f) "Cardroom operator" means a licensed pari-mutuel permitholder which holds a valid permit and license issued by the division pursuant to chapter 550 and which also holds a valid cardroom license issued by the division pursuant to this section which authorizes such person to operate a cardroom and to conduct authorized games in such cardroom.

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- (i) (g) "Division" means the Division of Pari-mutuel Wagering of the Department of Business and Professional Regulation.
- (j) (h) "Dominoes" means a game of dominoes typically played with a set of 28 flat rectangular blocks, called "bones," which are marked on one side and divided into two equal parts, with zero to six dots, called "pips," in each part. The term also includes larger sets of blocks that contain a correspondingly higher number of pips. The term also means the set of blocks used to play the game.
- (k) (i) "Gross receipts" means the total amount of money received by a cardroom from any person for participation in authorized games.
- (1) (j) "House" means the cardroom operator and all employees of the cardroom operator.
- $(m) \frac{(k)}{(k)}$ "Net proceeds" means the total amount of gross receipts received by a cardroom operator from cardroom operations less direct operating expenses related to cardroom operations, including labor costs, admission taxes only if a separate admission fee is charged for entry to the cardroom facility, gross receipts taxes imposed on cardroom operators by this section, the annual cardroom license fees imposed by this section on each table operated at a cardroom, and reasonable promotional costs excluding officer and director compensation, interest on capital debt, legal fees, real estate taxes, bad debts, contributions or donations, or overhead and depreciation expenses not directly related to the operation of the cardrooms.
 - (n) "Objects" has the same meaning as in s. 849.0931(1)(g).
 - (o) "Rack" has the same meaning as in s. 849.0931(1)(h).

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- (p) (1) "Rake" means a set fee or percentage of the pot assessed by a cardroom operator for providing the services of a dealer, table, or location for playing the authorized game.
- (q) "Receptacle" has the same meaning as in s. 849.0931(1)(i).
- (r) (m) "Tournament" means a series of games that have more than one betting round involving one or more tables and where the winners or others receive a prize or cash award.
- (4) AUTHORITY OF DIVISION.—The Division of Pari-mutuel Wagering of the Department of Business and Professional Regulation shall administer this section and regulate the operation of cardrooms under this section and the rules adopted pursuant thereto, and is hereby authorized to:
- (a) Adopt rules, including, but not limited to: the issuance of cardroom and employee licenses for cardroom operations; the operation of authorized games; the operation of a cardroom; recordkeeping and reporting requirements; and the collection of all fees and taxes imposed by this section.
- (5) LICENSE REQUIRED; APPLICATION; FEES.—No person may operate a cardroom in this state unless such person holds a valid cardroom license issued pursuant to this section.
- (d) The annual cardroom license fee for each facility shall be \$1,000 for each table to be operated at the cardroom. There shall be no additional fee for a cardroom to conduct bingo. Tables used exclusively for the conduct of bingo shall not be included in the facility's license fee calculation. The license fee shall be deposited by the division with the Chief Financial Officer to the credit of the Pari-mutuel Wagering Trust Fund.
 - (7) CONDITIONS FOR OPERATING A CARDROOM.

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(h) A cardroom operator's conduct of bingo is conditioned upon the return of 80 percent of all proceeds from such games during the year to the players in the form of prizes and cash awards. For purposes of bingo games only, the term "gross receipts" means the total amount received by the cardroom operator for participating in the bingo game less the total amount paid to the winners or others as prizes or cash awards.

(i) Each bingo game shall be conducted in accordance with the rules of the division and the rules established in s. 849.0931(12).

Section 2. This act shall take effect July 1, 2011.

======= T I T L E A M E N D M E N T ====== And the title is amended as follows:

A bill to be entitled

Delete everything before the enacting clause and insert:

> An act relating to cardrooms; amending s. 849.086, F.S.; providing for bingo games to be offered in

cardrooms; revising the definition of the term "authorized game" to include bingo; defining the terms

"bingo," "bingo card," "objects," "rack," and

"receptacle"; authorizing the division to adopt rules

relating to authorized games; providing that there

shall be no additional fee for the conduct of bingo;

defining the term "gross receipts" for purposes of

126 bingo games; providing that bingo games shall be

127 conducted in accordance with certain rules; providing

128 an effective date.