LEGISLATIVE ACTION

Senate		House
Comm: RCS		
02/07/2012		
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The Committee on Regulated Industries (Altman) recommended the following:

## Senate Amendment (with title amendment)

Delete everything after the enacting clause and insert:

Section 1. Subsection (1) of section 551.103, Florida Statutes, is amended to read:

551.103 Powers and duties of the division and law enforcement.-

9 (1) The division shall adopt, pursuant to the provisions of 10 ss. 120.536(1) and 120.54, all rules necessary to implement, 11 administer, and regulate <u>slot machines and</u> slot machine gaming 12 as authorized in this chapter. Such rules must include:

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(a) Procedures for applying for a slot machine license andrenewal of a slot machine license.

(b) Technical requirements and the qualifications contained in this chapter that are necessary to receive a slot machine license or slot machine occupational license.

(c) Procedures to scientifically test and technically 18 evaluate slot machines, including all components, hardware, and 19 software for slot machines, for compliance with this chapter. 20 21 The division may contract with an independent testing laboratory 22 to conduct any necessary testing under this section. The 23 independent testing laboratory must have a national reputation 24 which is demonstrably competent and qualified to scientifically 25 test and evaluate slot machines for compliance with this chapter 26 and to otherwise perform the functions assigned to it in this chapter. An independent testing laboratory shall not be owned or 27 28 controlled by a licensee. The use of an independent testing 29 laboratory for any purpose related to the conduct of slot machine gaming by a licensee under this chapter shall be made 30 31 from a list of one or more laboratories approved by the 32 division.

33 (d) Procedures relating to slot machine revenues, including 34 verifying and accounting for such revenues, auditing, and 35 collecting taxes and fees consistent with this chapter.

(e) Procedures for regulating, managing, and auditing the operation, financial data, and program information relating to slot machine gaming that allow the division and the Department of Law Enforcement to audit the operation, financial data, and program information of a slot machine licensee, as required by the division or the Department of Law Enforcement, and provide

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42 the division and the Department of Law Enforcement with the 43 ability to monitor, at any time on a real-time basis, wagering patterns, payouts, tax collection, and compliance with any rules 44 adopted by the division for the regulation and control of slot 45 46 machines operated under this chapter. Such continuous and 47 complete access, at any time on a real-time basis, shall include 48 the ability of either the division or the Department of Law 49 Enforcement to suspend play immediately on particular slot 50 machines if monitoring of the facilities-based computer system 51 indicates possible tampering or manipulation of those slot 52 machines or the ability to suspend play immediately of the 53 entire operation if the tampering or manipulation is of the 54 computer system itself. The division shall notify the Department 55 of Law Enforcement or the Department of Law Enforcement shall 56 notify the division, as appropriate, whenever there is a 57 suspension of play under this paragraph. The division and the 58 Department of Law Enforcement shall exchange such information 59 necessary for and cooperate in the investigation of the circumstances requiring suspension of play under this paragraph. 60

61 (f) Procedures for requiring each licensee at his or her 62 own cost and expense to supply the division with a bond having 63 the penal sum of \$2 million payable to the Governor and his or 64 her successors in office for each year of the licensee's slot 65 machine operations. Any bond shall be issued by a surety or 66 sureties approved by the division and the Chief Financial 67 Officer, conditioned to faithfully make the payments to the 68 Chief Financial Officer in his or her capacity as treasurer of 69 the division. The licensee shall be required to keep its books 70 and records and make reports as provided in this chapter and to



71 conduct its slot machine operations in conformity with this 72 chapter and all other provisions of law. Such bond shall be 73 separate and distinct from the bond required in s. 550.125.

(g) Procedures for requiring licensees to maintain specified records and submit any data, information, record, or report, including financial and income records, required by this chapter or determined by the division to be necessary to the proper implementation and enforcement of this chapter.

(h) A requirement that the payout percentage of a slotmachine be no less than 85 percent.

(i) Minimum standards for security of the facilities,
including floor plans, security cameras, and other security
equipment.

(j) Procedures for requiring slot machine licensees to implement and establish drug-testing programs for all slot machine occupational licensees.

87 (k) Specifications of the required internal components for 88 a slot machine, including the configuration and function of the 89 components, and the operating requirements for all hardware and 90 software.

91 (1) Procedures and specifications for slot machines to 92 ensure the random probabilities of winning plays and the 93 specifications for the operation of the random-number generator 94 of each slot machine.

95 Section 2. Present subsections (4), (5), and (6) of section 96 551.121, Florida Statutes are renumbered as (6), (7), and (8), 97 respectively and new subsections (4) and (5) are added to that 98 section to read:

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551.121 Prohibited activities and devices; exceptions.-

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100	(4) A slot machine may not utilize tangible playing cards,	
101	tangible roulette wheels, tangible dice, or tangible chips.	
102	(5) A slot machine shall not allow players to wager on a	
103	shared result.	
104	Section 3. This act shall take effect upon becoming law.	
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107	And the title is amended as follows:	
108	Delete everything before the enacting clause	
109	and insert:	
110	A bill to be entitled	
111	An act relating to slot machines and slot machine	
112	components; amending s. 551.103, F.S.; requiring the	
113	Division of Pari-mutuel Wagering within the Department	
114	of Business and Professional Regulation to adopt rules	
115	regulating slot machines and providing specifications	
116	for the internal components of slot machines;	
117	requiring that the division adopt specifications and	
118	procedures to ensure random probabilities of winning	
119	plays and provide for the operation of random-number	
120	generators; amending s. 551.121, F.S.; prohibiting a	
121	slot machine from utilizing tangible playing cards,	
122	roulette wheels, dice or chips; prohibiting players	
123	from wagering on a shared result; providing an	
124	effective date.	