FOR CONSIDERATION By the Committee on Appropriations

576-02557-22

20222510pb

| 1  | A bill to be entitled                                  |
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| 2  | An act relating to the Florida Gaming Control          |
| 3  | Commission; amending s. 16.71, F.S.; deleting a        |
| 4  | requirement that a commissioner be appointed from each |
| 5  | appellate district; requiring the commission to        |
| 6  | administer the Pari-mutuel Wagering Trust Fund;        |
| 7  | amending s. 16.713, F.S.; exempting certain state      |
| 8  | agency employees who are registered lobbyists from the |
| 9  | prohibition against being appointed to or employed by  |
| 10 | the commission; amending s. 120.80, F.S.; exempting    |
| 11 | the commission from certain hearing and notice         |
| 12 | requirements; requiring the commission to adopt rules; |
| 13 | deleting obsolete language; amending s. 455.116, F.S.; |
| 14 | deleting obsolete language; amending s. 550.135, F.S.; |
| 15 | deleting a provision requiring that a proportionate    |
| 16 | share of certain funds be used for certain purposes    |
| 17 | relating to the Department of Business and             |
| 18 | Professional Regulation; removing the requirement that |
| 19 | certain funds be deposited in the General Revenue      |
| 20 | Fund; conforming provisions to changes made by the     |
| 21 | act; amending s. 551.106, F.S.; requiring the          |
| 22 | commission to evaluate slot license fees and make      |
| 23 | specified recommendations to the Legislature before a  |
| 24 | specified date; amending s. 849.094, F.S.; revising    |
| 25 | applicability for game promotions in connection with   |
| 26 | the sale of consumer products or services; amending    |
| 27 | ss. 550.0251, 550.24055, and 849.086, F.S.; conforming |
| 28 | provisions; providing an effective date.               |
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| 30 | Be It Enacted by the Legislature of the State of Florida:        |
| 31 |  |
| 32 | Section 1. Paragraph (a) of subsection (2) of section            |
| 33 | 16.71, Florida Statutes, is amended, and subsection (6) is added |
| 34 | to that section, to read:  |
| 35 | 16.71 Florida Gaming Control Commission; creation;               |
| 36 | meetings; membership   |
| 37 | (2) MEMBERSHIP   |
| 38 | (a) The commission shall consist of five members appointed       |
| 39 | by the Governor, and subject to confirmation by the Senate, for  |
| 40 | terms of 4 years. Members of the commission must be appointed by |
| 41 | January 1, 2022. The Governor shall consider appointees who      |
| 42 | reflect Florida's racial, ethnic, and gender diversity. Of the   |
| 43 | initial five members appointed by the Governor, and immediately  |
| 44 | upon appointment, the Governor shall appoint one of the members  |
| 45 | as the initial chair and one of the members as the initial vice  |
| 46 | chair. At the end of the initial chair's and vice chair's terms  |
| 47 | pursuant to subparagraph 1., the commission shall elect one of   |
| 48 | the members of the commission as chair and one of the members of |
| 49 | the commission as vice chair.                                    |
| 50 | 1. For the purpose of providing staggered terms, of the          |
| 51 | initial appointments, two members shall be appointed to 4-year   |
| 52 | terms, two members shall be appointed to 3-year terms, and one   |
| 53 | member shall be appointed to a 2-year term.                      |

2. Of the five members, at least one member must have at least 10 years of experience in law enforcement and criminal investigations, at least one member must be a certified public accountant licensed in this state with at least 10 years of experience in accounting and auditing, and at least one member

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| 59 | must be an attorney admitted and authorized to practice law in   |
| 60 | this state for at least the preceding 10 years.                  |
| 61 | 3. Of the five members, each appellate district shall have       |
| 62 | one member appointed from the district to the commission who is  |
| 63 | a resident of the district at the time of the original           |
| 64 | appointment.   |
| 65 | (6) PARI-MUTUEL WAGERING TRUST FUNDThe commission shall          |
| 66 | administer the Pari-mutuel Wagering Trust Fund.                  |
| 67 | Section 2. Paragraph (a) of subsection (2) of section            |
| 68 | 16.713, Florida Statutes, is amended to read:                    |
| 69 | 16.713 Florida Gaming Control Commission; appointment and        |
| 70 | employment restrictions  |
| 71 | (2) PROHIBITIONS FOR EMPLOYEES AND COMMISSIONERS; PERSONS        |
| 72 | INELIGIBLE FOR APPOINTMENT TO AND EMPLOYMENT WITH THE            |
| 73 | COMMISSION   |
| 74 | (a) A person may not, for the 2 years immediately preceding      |
| 75 | the date of appointment to or employment with the commission and |
| 76 | while appointed to or employed with the commission:              |
| 77 | 1. Hold a permit or license issued under chapter 550 or a        |
| 78 | license issued under chapter 551 or chapter 849; be an officer,  |
| 79 | official, or employee of such permitholder or licensee; or be an |
| 80 | ultimate equitable owner, as defined in s. 550.002(37), of such  |
| 81 | permitholder or licensee;  |
| 82 | 2. Be an officer, official, employee, or other person with       |
| 83 | duties or responsibilities relating to a gaming operation owned  |
| 84 | by an Indian tribe that has a valid and active compact with the  |
| 85 | state; be a contractor or subcontractor of such tribe or an      |
| 86 | entity employed, licensed, or contracted by such tribe; or be an |
| 87 | ultimate equitable owner, as defined in s. 550.002(37), of such  |

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| 88  | entity;  |
| 89  | 3. Be a registered lobbyist for the executive or                                     |
| 90  | legislative branch, except while a commissioner or employee of                       |
| 91  | the commission when officially representing the commission $\underline{\mathrm{or}}$ |
| 92  | unless the person registered as a lobbyist for the executive or                      |
| 93  | legislative branch while employed by a state agency as defined                       |
| 94  | in s. 110.107 during the normal course of his or her employment                      |
| 95  | with such agency and he or she has not lobbied on behalf of any                      |
| 96  | entity other than a state agency during the 2 years immediately                      |
| 97  | preceding the date of his or her appointment to or employment                        |
| 98  | with the commission; or  |
| 99  | 4. Be a bingo game operator or an employee of a bingo game                           |
| 100 | operator.  |
| 101 |  |
| 102 | For the purposes of this subsection, the term "relative" means a                     |
| 103 | spouse, father, mother, son, daughter, grandfather, grandmother,                     |
| 104 | brother, sister, uncle, aunt, cousin, nephew, niece, father-in-                      |
| 105 | law, mother-in-law, son-in-law, daughter-in-law, brother-in-law,                     |
| 106 | sister-in-law, stepfather, stepmother, stepson, stepdaughter,                        |
| 107 | stepbrother, stepsister, half-brother, or half-sister.                               |
| 108 | Section 3. Subsection (4) of section 120.80, Florida                                 |
| 109 | Statutes, is amended, and subsection (19) is added to that                           |
| 110 | section, to read:  |
| 111 | 120.80 Exceptions and special requirements; agencies                                 |
| 112 | (4) DEPARTMENT OF BUSINESS AND PROFESSIONAL REGULATION. $-$                          |
| 113 | (a) Business regulation. The Division of Pari-mutuel                                 |
| 114 | Wagering is exempt from the hearing and notice requirements of                       |
| 115 | ss. 120.569 and 120.57(1)(a), but only for stewards, judges, and                     |
| 116 | boards of judges when the hearing is to be held for the purpose                      |
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| 117 | of the imposition of fines or suspensions as provided by rules   |
| 118 | of the Division of Pari-mutuel Wagering, but not for             |
| 119 | revocations, and only upon violations of subparagraphs 16. The   |
| 120 | Division of Pari-mutuel Wagering shall adopt rules establishing  |
| 121 | alternative procedures, including a hearing upon reasonable      |
| 122 | notice, for the following violations:                            |
| 123 | 1. Horse riding, harness riding, greyhound interference,         |
| 124 | and jai alai game actions in violation of chapter 550.           |
| 125 | 2. Application and usage of drugs and medication to horses,      |
| 126 | greyhounds, and jai alai players in violation of chapter 550.    |
| 127 | 3. Maintaining or possessing any device which could be used      |
| 128 | for the injection or other infusion of a prohibited drug to      |
| 129 | horses, greyhounds, and jai alai players in violation of chapter |
| 130 | <del>550.</del>  |
| 131 | 4. Suspensions under reciprocity agreements between the          |
| 132 | Division of Pari-mutuel Wagering and regulatory agencies of      |
| 133 | other states.  |
| 134 | 5. Assault or other crimes of violence on premises licensed      |
| 135 | for pari-mutuel wagering.  |
| 136 | 6. Prearranging the outcome of any race or game.                 |
| 137 | (b) Professional regulation. Notwithstanding s.                  |
| 138 | 120.57(1)(a), formal hearings may not be conducted by the        |
| 139 | Secretary of Business and Professional Regulation or a board or  |
| 140 | member of a board within the Department of Business and          |
| 141 | Professional Regulation for matters relating to the regulation   |
| 142 | of professions, as defined by chapter 455.                       |
| 143 | (19) FLORIDA GAMING CONTROL COMMISSIONThe Florida Gaming         |
| 144 | Control Commission is exempt from the hearing and notice         |
| 145 | requirements of ss. 120.569 and 120.57(1)(a), but only for       |

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| 146 | stewards, judges, and boards of judges when the hearing is to be |
| 147 | held for the purpose of the imposition of fines or suspensions   |
| 148 | as provided by rules of the commission, but not for revocations, |
| 149 | and only upon violations of paragraphs (a)-(f). The commission   |
| 150 | shall adopt rules establishing alternative procedures, including |
| 151 | a hearing upon reasonable notice, for the following violations:  |
| 152 | (a) Horse riding, harness riding, and jai alai game actions      |
| 153 | in violation of chapter 550.                                     |
| 154 | (b) Application and usage of drugs and medication to horses      |
| 155 | and jai alai players in violation of chapter 550.                |
| 156 | (c) Maintaining or possessing any device which could be          |
| 157 | used for the injection or other infusion of a prohibited drug to |
| 158 | horses and jai alai players in violation of chapter 550.         |
| 159 | (d) Suspensions under reciprocity agreements between the         |
| 160 | commission and regulatory agencies of other states.              |
| 161 | (e) Assault or other crimes of violence on premises              |
| 162 | licensed for pari-mutuel wagering.                               |
| 163 | (f) Prearranging the outcome of any race or game.                |
| 164 | Section 4. Subsection (6) of section 455.116, Florida            |
| 165 | Statutes, is amended to read:                                    |
| 166 | 455.116 Regulation trust fundsThe following trust funds          |
| 167 | shall be placed in the department:                               |
| 168 | (6) Pari-mutuel Wagering Trust Fund.                             |
| 169 | Section 5. Section 550.135, Florida Statutes, is amended to      |
| 170 | read:  |
| 171 | 550.135 Division of moneys derived under this lawAll             |
| 172 | moneys that are deposited with the Chief Financial Officer to    |
| 173 | the credit of the Pari-mutuel Wagering Trust Fund shall be       |
| 174 | distributed as follows:  |
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576-02557-22 20222510pb 175 (1) The daily license fee revenues collected pursuant to s. 176 550.0951(1) shall be used to fund the operating cost of the 177 commission division and to provide a proportionate share of the 178 operation of the office of the secretary and the Division of 179 Administration of the Department of Business and Professional 180 Regulation; however, other collections in the Pari-mutuel 181 Wagering Trust Fund may also be used to fund the operation of 182 the commission division in accordance with authorized 183 appropriations.

184 (2) All unappropriated funds in excess of \$1.5 million in
 185 the Pari-mutuel Wagering Trust Fund, collected pursuant to this
 186 chapter, shall be deposited with the Chief Financial Officer to
 187 the credit of the General Revenue Fund.

(3) The slot machine license fee, the slot machine 188 189 occupational license fee, and the compulsive or addictive 190 gambling prevention program fee collected pursuant to ss. 191 551.106, 551.107(2)(a)1., and 551.118 shall be used to fund the 192 direct and indirect operating expenses of the commission's 193 division's slot machine regulation operations and to provide 194 funding for relevant enforcement activities in accordance with 195 authorized appropriations. Funds deposited into the Pari-mutuel 196 Wagering Trust Fund pursuant to ss. 551.106, 551.107(2)(a)1., 197 and 551.118 shall be reserved in the trust fund for slot machine 198 regulation operations. On June 30, any unappropriated funds in 199 excess of those necessary for incurred obligations and 200 subsequent year cash flow for slot machine regulation operations 201 shall be deposited with the Chief Financial Officer to the 202 credit of the General Revenue Fund. 203 Section 6. Paragraph (b) of subsection (1) of section

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576-02557-22 20222510pb 204 551.106, Florida Statutes, is amended to read: 551.106 License fee; tax rate; penalties.-205 206 (1) LICENSE FEE.-207 (b) Before Prior to January 1, 2026 2007, the commission 208 division shall evaluate the license fee and shall make 209 recommendations to the President of the Senate and the Speaker 210 of the House of Representatives regarding the optimum level of 211 slot machine license fees in order to adequately support the 212 slot machine regulatory program. 213 Section 7. Subsection (10) of section 849.094, Florida 214 Statutes, is amended to read: 215 849.094 Game promotion in connection with sale of consumer products or services.-216 217 (10) This section does not apply to actions or transactions 218 regulated by the Department of Business and Professional 219 Regulation or the Florida Gaming Control Commission or to the 220 activities of nonprofit organizations or to any other 221 organization engaged in any enterprise other than the sale of 222 consumer products or services. Subsections (3), (4), (5), (6), 223 and (7) and paragraph (8)(a) and any of the rules made pursuant 224 thereto do not apply to television or radio broadcasting 225 companies licensed by the Federal Communications Commission. 226 Section 8. Subsection (5) of section 550.0251, Florida 227 Statutes, is amended to read: 228 550.0251 The powers and duties of the Florida Gaming 229 Control Commission Division of Pari-mutuel Wagering of the 230 Department of Business and Professional Regulation.-The 231 commission division shall administer this chapter and regulate 232 the pari-mutuel industry under this chapter and the rules

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576-02557-22 20222510pb 233 adopted pursuant thereto, and: 234 (5) The commission division may adopt rules establishing 235 procedures for testing occupational licenseholders officiating 236 at or participating in any race or game at any pari-mutuel 237 facility under the jurisdiction of the commission division for a 238 controlled substance or alcohol and may prescribe procedural 239 matters not in conflict with s. 120.80(19) s. 120.80(4)(a). 240 Section 9. Subsection (4) of section 550.24055, Florida 241 Statutes, is amended to read:

550.24055 Use of controlled substances or alcohol prohibited; testing of certain occupational licensees; penalty; evidence of test or action taken and admissibility for criminal prosecution limited.-

(4) The provisions of <u>s. 120.80(19)</u> <del>s. 120.80(4)(a)</del> apply
to all actions taken by the stewards, judges, or board of judges
pursuant to this section without regard to the limitation
contained therein.

250 Section 10. Paragraph (g) of subsection (13) of section 251 849.086, Florida Statutes, is amended to read:

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849.086 Cardrooms authorized.-

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(13) TAXES AND OTHER PAYMENTS.-

(g) All of the moneys deposited in the Pari-mutuel Wagering
Trust Fund, except as set forth in paragraph (h), shall be
utilized and distributed in the manner specified in s.

550.135(1) and (2). However, cardroom tax revenues shall be kept separate from pari-mutuel tax revenues and shall not be used for making the disbursement to counties provided in former s. 550.135(1).

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Section 11. This act shall take effect July 1, 2022.

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