2018 Regular Session

HOUSE BILL NO. 245

## BY REPRESENTATIVE THIBAUT

## GAMING: Authorizes additional games and sports betting at eligible live horse racing facilities

1	AN ACT
2	To amend and reenact R.S. 27:353 and to enact R.S. 27:372.2 and 382, relative to gaming
3	activities at live horse racing facilities; to authorize the conducting of gaming
4	activities including sports betting at eligible live horse racing facilities; to provide
5	for definitions; to require and provide for a local election regarding gaming
6	activities; to provide limitations on an eligible facility located in Orleans Parish; and
7	to provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 27:353 is hereby amended and reenacted and R.S. 27:372.2 and 382
10	are hereby enacted to read as follows:
11	§353. Definitions
12	When used in this Chapter, the following terms shall have these meanings:
13	(1) "Board" means Louisiana Gaming Control Board.
14	(2) "Designated slot machine gaming area" means the contiguous area of an
15	eligible live racing facility at which slot machine gaming may be conducted in
16	accordance with the provisions of this Chapter, determined by measuring the area,
17	in square feet, inside the interior walls of the licensed eligible facility, excluding any
18	space therein in which gaming activities may not be conducted, such as bathrooms,
19	stairwells, cage and beverage areas, and emergency evacuation routes of any width
20	that meet or exceed the minimum size required by law.

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(3) "Division" shall have the same meaning as that term defined in R.S. 27:3.

2 (4) "Eligible facility" means no more than one facility in St. Landry Parish, 3 Bossier Parish, Orleans Parish, and Calcasieu Parish at which the Louisiana State 4 Racing Commission has licensed the conduct or at which the commission has 5 approved the future licensing of the conduct of not less than eighty days within a 6 consecutive twenty-week period each year of live horse race meetings, unless the 7 commission approves the conduct of less than eighty days within a consecutive 8 twenty-week period or a different consecutive or nonconsecutive period, whenever 9 an eligible facility is prevented from conducting live racing as a result of a natural 10 disaster, an act of God, force majeure, a catastrophe, or such other occurrence over 11 which the eligible facility has no control. Such a determination by the commission 12 shall not adversely affect the status of the eligible facility to conduct slot machine gaming. For the 2005 racing season, "eligible facility" shall also include the facility 13 14 in St. Landry Parish that will not be able to meet such requirements due to repairs or 15 construction to the racetrack which are necessary in order to protect the safety of 16 riders and thoroughbred racehorses and to preserve the revenues to be received and 17 distributed to the state and local governments at such facility or as otherwise provided in R.S. 4:214.1. 18

(4.1)(5) "Emergency evacuation route" means those areas within the
 designated slot machine gaming area of a licensed eligible facility which are clearly
 defined and identified by the licensee as necessary and approved by the state fire
 marshal or other federal or state regulatory agency for the evacuation of patrons and
 employees from the facility, and from which and in which no gaming activity may
 occur.

(6) "Game" means any banking or percentage game which is played with
 cards, dice, or any electronic, electrical, or mechanical device or machine for money,
 property, or any thing of value. "Game" shall also include racehorse wagering, or
 any wagering on any type of sports event, including but not limited to football,
 basketball, baseball, hockey, boxing, tennis, wrestling, jai alai, or other sports contest

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1	or event. "Game" shall not include a lottery, bingo, pull tabs, raffles, electronic		
2	video bingo, cable television bingo, or dog race wagering.		
3	(7) "Gaming activities" or "gaming operations" means the use, operation, or		
4	conducting of any game or gaming device at an eligible facility including all		
5	activities related to and integral to the operation and profitability of an eligible		
6	facility including accounting procedures and internal controls governing the		
7	licensee's operations.		
8	(8) "Gaming device" or "gaming equipment" means any equipment or		
9	mechanical, electro-mechanical, or electronic contrivance, component, or machine,		
10	including a slot machine, used directly or indirectly in connection with gaming or		
11	any game, which affects the result of a wager by determining wins or losses.		
12	(5)(9) "License" means the authorization applied for by or issued to the		
13	owner of an eligible facility by the board to conduct slot machine gaming at an		
14	eligible facility issued pursuant to the provisions of this Chapter. "License" also		
15	means the authorization issued by the board to a slot machine owner, a manufacturer,		
16	distributor, or a service technician to participate in slot machine gaming operations		
17	at eligible facilities.		
18	(6)(10) "Licensee" means any person issued a license by the board.		
19	(7)(11) "Manufacturer" means any person who manufactures or assembles		
20	and programs slot machines for use in this state.		
21	(8)(12) "Net slot machine proceeds" means the total of all cash and property		
22	received by a licensee from slot machine gaming operations minus the amount of		
23	cash or prizes paid to winners.		
24	(9)(13) "Person" shall have the same meaning as that term defined in R.S.		
25	27:3.		
26	(10)(14) "Service technician" means any person other than a licensee or		
27	manufacturer who repairs, services, inspects, or examines slot machines.		
28	(11) Repealed by Acts 2001, No. 1222, §2, eff. July 2, 2001.		

1	(12)(15) "Slot machine gaming" means the use, operation, offering, or
2	conducting of slot machines at an eligible facility in accordance with the provisions
3	of this Chapter.
4	(13)(16) "Taxable net slot machine proceeds" means "net slot machine
5	proceeds" less the amount of support, payment, or contributions required as provided
6	in R.S. 27:361(B)(4).
7	(14)(17) "Slot machine" means any mechanical, electrical, or other device,
8	contrivance, or machine which, upon insertion of a coin, token, or similar object
9	therein or upon payment of any consideration whatsoever, is available to play or
10	operate, the play or operation of which, whether by reason of the skill of the operator
11	or application of the element of chance, or both, may deliver or entitle the person
12	playing or operating the machine to receive cash, premiums, merchandise, tokens,
13	or anything of value, whether the payoff is made automatically from the machine or
14	in any other manner.
15	* * *
16	§372.2. Limitations on gaming activities at an eligible facility in Orleans Parish
17	A. Notwithstanding any provision of law to the contrary, an eligible facility
18	in Orleans Parish shall be authorized to have a maximum of two hundred gaming
19	positions if the voters in Orleans Parish conduct an election as authorized by the
20	provisions of R.S. 27:382 and approve the operation of gaming activities at live
21	racing facilities.
22	B. Notwithstanding the provisions of Subsection A of this Section if the
23	Amended and Renegotiated Casino Operating Contract entered into on October 30,
24	1998, as previously amended effective October 19, 1999, March 29, 2001, March 31,
25	2001, February 14, 2005, and December 16, 2005, is terminated and the state of
26	Louisiana does not become a party to any other casino operating contract as defined
27	in R.S. 27:205(6) which contains exclusivity provisions in accordance with R.S.
28	27:201 et seq., the eligible facility located in Orleans Parish shall not be limited to

1	a fixed number of slot machines which may be placed in the designated gaming area
2	provided for in R.S. 27:372.
3	C. An eligible facility located in Orleans Parish shall be subject to all
4	licensing requirements and limitations provided by this Chapter in addition to the
5	provisions of this Section.
6	* * *
7	§382. Parishwide election on gaming activities
8	A. Notwithstanding any provision of law to the contrary, no gaming
9	activities shall be allowed in an eligible facility in any parish unless the operation
10	and conducting of gaming activities pursuant to this Chapter has first been approved
11	at an election held for such purpose.
12	B. Any person desiring to operate and conduct gaming activities at an
13	eligible facility in a parish shall make application to the governing authority of the
14	parish in which the proposed gaming activities are to be conducted. The application
15	shall state the location of the proposed gaming activities and describe the facilities
16	proposed to be constructed for the holding of gaming activities and shall have
17	attached the license, or a certified copy thereof, for the live horse race meeting issued
18	by the Louisiana State Racing Commission to conduct such live horse racing at the
19	eligible facility.
20	C. Upon receipt of the application, the governing authority of the parish in
21	which the gaming activities are proposed to be held shall call and conduct a
22	referendum election within the parish for the purpose of submitting to the qualified
23	electors of the parish the proposition whether or not the proposed gaming activities
24	shall be allowed.
25	D. Except as provided in this Section, the elections shall be held in
26	compliance with the Louisiana Election Code provisions governing proposition
27	elections. In addition to the notice required by the Louisiana Election Code, the
28	parish governing authority also shall have five spot announcements, at least two days
29	apart, of the election broadcast on radio or television channels readily receivable in

1	the parish and shall make notice of the election available to the news media. All	
2	qualified electors of the parish shall be entitled to vote in the election.	
3	E. The proposition to be printed on the election ballot shall be: "TO	
4	AUTHORIZE GAMING ACTIVITIES AT LIVE HORSE RACING FACILITIES.	
5	Shall the business of gaming activities at a live horse racing facility be conducted	
6	within the parish of " and the voters shall vote for or against the	
7	proposition, a vote for the proposition being a "Yes" vote and a vote against the	
8	proposition being a "No" vote. The election shall be conducted as provided in the	
9	Louisiana Election Code. Any elector who was qualified to vote in the election may	
10	demand a recount of the ballots or contest the election in the manner and within the	
11	time provided by law for recount or contest of elections under the general election	
12	laws of the state.	
12 13	<u>laws of the state.</u> <u>F. The parish governing authority shall notify the applicant and the Gaming</u>	
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<ol> <li>13</li> <li>14</li> <li>15</li> <li>16</li> <li>17</li> <li>18</li> <li>19</li> </ol>	F. The parish governing authority shall notify the applicant and the Gaming Control Board promptly of the results of the election. If gaming activities have been approved, the applicant may proceed in accordance with the provisions of this Chapter and rules adopted pursuant to the authority of this Chapter. If the proposed gaming activities have not been approved at the election, the board shall not grant a license therefor and shall not accept or consider an application for such a license in the same parish. The parish governing authority shall not call a subsequent election	

## DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 245 Original	2018 Regular Session	Thibaut

**Abstract:** Authorizes the conducting of additional gaming activities and sports betting at eligible live horse racing facilities if approved by local option election.

Present law provides for the operation of slot machines at eligible live horse racing facilities.

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<u>Present law</u> provides for operation of gaming activities at the official gaming establishment (land-based casino in Orleans Parish) and on licensed riverboats.

Proposed law retains these provisions of present law.

<u>Proposed law</u> authorizes the conducting of gaming activities at eligible live horse racing facilities.

<u>Present law</u> defines "game" for riverboats and the land-based casino as any banking or percentage game which is played with cards, dice, or any electronic, electrical, or mechanical device or machine for money, property, or any thing of value. "Game" does not include a lottery, bingo, pull tabs, raffles, electronic video bingo, cable television bingo, dog race wagering, or any wagering on any type of sports event, including but not limited to football, basketball, baseball, hockey, boxing, tennis, wrestling, jai alai, or other sports contest or event. Game shall also include racehorse wagering.

<u>Proposed law</u> defines "game" for an eligible horse racing facility as any banking or percentage game which is played with cards, dice, or any electronic, electrical, or mechanical device or machine for money, property, or any thing of value. "Game" shall also include racehorse wagering, or any wagering on any type of sports event, including but not limited to football, basketball, baseball, hockey, boxing, tennis, wrestling, jai alai, or other sports contest or event. "Game" shall not include a lottery, bingo, pull tabs, raffles, electronic video bingo, cable television bingo, or dog race wagering.

<u>Proposed law</u> allows eligible horse racing facilities to operate and conduct the same gaming activities conducted at the land-based casino and on licensed riverboats. <u>Proposed law</u> further amends the definition of "game" to include sports betting.

<u>Proposed law</u> provides for the conducting of a local option election in compliance with Article XII (C) of the Louisiana Constitution and prohibits the licensing of the additional gaming activities without a favorable vote of the people of the parish where the gaming will be conducted.

(Amends R.S. 27:353; Adds R.S. 27:372.2 and 382)