HOUSE FILE 2493 BY COMMITTEE ON STATE GOVERNMENT

(SUCCESSOR TO HSB 713)

## A BILL FOR

- 1 An Act concerning live dog racing at pari-mutuel dog
- 2 racetracks, and including effective date provisions.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. <u>NEW SECTION</u>. **99D.9A Exemption from live racing.** 2 A licensee authorized to operate a pari-mutuel dog racetrack 3 and to conduct gambling games pursuant to section 99F.6 as 4 of January 1, 2010, may, upon written notification to the 5 commission, discontinue scheduling performances of live dog 6 races at the racetrack and maintain a license under this 7 chapter for purposes of permitting pari-mutuel wagering on 8 simultaneously telecast dog races.

9 Sec. 2. Section 99D.11, subsection 6, paragraph b, Code 10 Supplement 2009, is amended to read as follows:

11 b. (1) The commission may authorize the licensee to 12 simultaneously telecast within the racetrack enclosure, for 13 the purpose of pari-mutuel wagering, a horse or dog race 14 licensed by the racing authority of another state. It is 15 the responsibility of each licensee to obtain the consent of 16 appropriate racing officials in other states as required by 17 the federal Interstate Horseracing Act of 1978, 15 U.S.C. 18 § 3001-3007, to televise races for the purpose of conducting 19 pari-mutuel wagering.

(2) A licensee may also obtain the permission of a person 20 21 licensed by the commission to conduct horse or dog races 22 in this state to televise races conducted by that person 23 for the purpose of conducting pari-mutuel racing. However, 24 arrangements made by a licensee to televise any race for 25 the purpose of conducting pari-mutuel wagering are subject 26 to the approval of the commission, and the commission shall 27 select the races to be televised. The races selected by the 28 commission shall be the same for all licensees approved by the 29 commission to televise races for the purpose of conducting 30 pari-mutuel wagering. The commission shall not authorize the 31 simultaneous telecast or televising of and a licensee shall 32 not simultaneously telecast or televise any horse or dog race 33 for the purpose of conducting pari-mutuel wagering unless the 34 simultaneous telecast or televising is done at the racetrack 35 of a licensee that schedules no less than sixty performances

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1 of nine live races each day of the season or that is exempt
2 from scheduling performances of live races pursuant to section
3 99D.9A.

4 (3) For purposes of the taxes imposed under this chapter, 5 races televised by a licensee for purposes of pari-mutuel 6 wagering shall be treated as if the races were held at the 7 racetrack of the licensee. Notwithstanding any contrary 8 provision in this chapter, the commission may allow a licensee 9 to adopt the same deductions as those of the pari-mutuel 10 racetrack from which the races are being simultaneously 11 telecast.

12 Sec. 3. Section 99F.6, subsection 4, paragraph b, Code 2009, 13 is amended to read as follows:

14 The commission shall authorize the licensees of *b*. 15 pari-mutuel dog racetracks located in Dubuque county and Black 16 Hawk county to conduct gambling games as provided in section 17 99F.4A if the licensees schedule at least one hundred thirty 18 performances of twelve live races each day during a season of 19 twenty-five weeks. For the pari-mutuel dog racetrack located 20 in Pottawattamie county, the commission shall authorize the 21 licensee to conduct gambling games as provided in section 22 99F.4A if the licensee schedules at least two hundred ninety 23 performances of twelve live races each day during a season of 24 fifty weeks. The commission shall approve an annual contract 25 to be negotiated between the annual recipient of the dog racing 26 promotion fund and each dog racetrack licensee to specify the 27 percentage or amount of gambling game proceeds which shall be 28 dedicated to supplement the purses of live dog races. The 29 parties shall agree to a negotiation timetable to insure no 30 interruption of business activity. If the parties fail to 31 agree, the commission shall impose a timetable. If the two 32 parties cannot reach agreement, each party shall select a 33 representative and the two representatives shall select a 34 third person to assist in negotiating an agreement. The two 35 representatives may select the commission or one of its members

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1 to serve as the third party. Alternately, each party shall 2 submit the name of the proposed third person to the commission 3 who shall then select one of the two persons to serve as 4 the third party. All parties to the negotiations, including 5 the commission, shall consider that the dog racetracks were 6 built to facilitate the development and promotion of Iowa 7 greyhound racing dogs in this state and shall negotiate and 8 decide accordingly. However, the requirement to conduct 9 performances of live races for purposes of conducting gambling 10 games under this chapter shall not apply to a licensee exempt 11 from scheduling performances of live races pursuant to section 12 99D.9A. 13 Sec. 4. EFFECTIVE UPON ENACTMENT. This Act, being deemed of 14 immediate importance, takes effect upon enactment. 15 EXPLANATION 16 This bill concerns the conduct of live dog racing at 17 pari-mutuel dog racetracks authorized to conduct gambling 18 games. 19 New Code section 99D.9A allows a licensee authorized to 20 operate a pari-mutuel dog racetrack and to conduct gambling 21 games as of January 1, 2010, to discontinue scheduling 22 performances of live dog races, and to maintain a license 23 under Code chapter 99D for purposes of permitting pari-mutuel 24 wagering on simultaneously telecast dog races. 25 Code section 99D.11(6)(b), concerning pari-mutuel wagering 26 on simultaneous telecasts of horse or dog races, is amended 27 to allow a simultaneous telecast of dog races at a licensee 28 in this state that is exempt from scheduling live dog races 29 pursuant to new Code section 99D.9A. Under current law, 30 simulcast telecasting of races can only be allowed at a 31 racetrack of a licensee that schedules no less than 60 32 performances of nine live races each day of the season. 33 Code section 99F.6(4)(b) is amended to allow the conduct of 34 gambling games at a pari-mutuel dog racetrack that is exempt 35 from scheduling performances of live races pursuant to new Code

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- 1 section 99D.9A.
- 2 This bill takes effect upon enactment.

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