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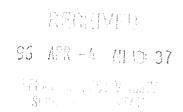
## **WEST VIRGINIA LEGISLATURE**

**REGULAR SESSION, 1996** 

# ENROLLED

HOUSE BILL No. 4 59

(By Delegate & Love + Petty)



### **ENROLLED**

### H. B. 4159

(BY DELEGATES LOVE AND PETTIT)

[Passed March 7, 1996; in effect ninety days from passage.]

AN ACT to amend and reenact section three, article twenty-two-a, chapter twenty-nine of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to deleting a restriction on video lottery game themes depicting symbols on reels at licensed horse and dog racetracks.

Be it enacted by the Legislature of West Virginia:

That section three, article twenty-two-a, chapter twenty-nine of the code of West Virginia, one thousand nine hundred thirty-one, as amended, be amended and reenacted to read as follows:

#### ARTICLE 22A. RACETRACK VIDEO LOTTERY.

#### §29-22A-3. Definitions.

- 1 As used in this article:
- 2 (a) "Applicant" means any person applying for any video lottery license or permit.
- 4 (b) "Associated equipment" means any hardware
- 5 located on a licensed racetrack's premises which is 6 connected to the video lottery system for the purpose of
- 7 performing communication, validation or other functions,
- 8 but not including the video lottery terminals or the
- 9 communication facilities of a regulated public utility.

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- (c) "Background investigation" means a security, 10 11 criminal and credit investigation of a person, as defined in this section, who has applied for a video lottery license or 13 permit, or who has been granted a video lottery license or 14 permit.
- (d) "Central computer," "central control computer" or "central site system" means any central site computer provided to and controlled by the commission to which 18 video lottery terminals communicate for purposes of 19 information retrieval and terminal activation and disable 20 programs.
- 21 (e) "Commission" or "state lottery commission" means 22 the West Virginia lottery commission created by article 23 twenty-two of this chapter.
- 24 (f) "Control" means the authority to direct the 2.5 management and policies of an applicant or a license or 26 permit holder.
- 27 (g) "Costs" means the expenses incurred by the 28 commission in the testing and examination of video 29 lottery terminals and the performance of background 30 investigations and other related activities which are 31 charged to and collected from applicants or license or 32 permit holders.
- 33 (h) "Director" means the individual appointed by the 34 governor to provide management and administration 3.5 necessary to direct the state lottery office.
- 36 (i) "Disable" or "terminal disable" means the process of 37 executing a shutdown command from the central control computer which causes video lottery terminals to cease 38 39 functioning.
- 40 (j) "Display" means the visual presentation of video 41 lottery game features on the video display monitor or 42 screen of a video lottery terminal.
- 43 (k) "Gross terminal income" means the total amount of cash inserted into the video lottery terminals operated by a 44 45 licensee, minus the total value of game credits which are 46 cleared from the video lottery terminals in exchange for

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- (1) "License" or "video lottery license" means authorization granted by the commission to a racetrack which is licensed by the West Virginia racing commission to conduct thoroughbred or greyhound racing meetings pursuant to article twenty-three, chapter nineteen of this code permitting the racetrack to operate video lottery terminals authorized by the commission.
- 55 (m) "Lottery" means the public gaming systems or 56 games established and operated by the state lottery 57 commission.
  - (n) "Manufacturer" means any person holding a permit granted by the commission to engage in the business of designing, building, constructing, assembling or manufacturing video lottery terminals, the electronic computer components thereof, the random number generator thereof, or the cabinet in which it is housed, and whose product is intended for sale, lease or other assignment to a licensed racetrack in West Virginia, and who contracts directly with the licensee for the sale, lease or other assignment to a licensed racetrack in West Virginia.
- (o) "Net terminal income" means gross terminal 70 income minus an amount deducted by the commission to 71 reimburse the commission for its actual costs of 72 administering racetrack video lottery at the licensed 73 racetrack. No deduction for any or all costs and expenses 74 of a licensee related to the operation of video lottery 75 games shall be deducted from gross terminal income.
  - (p) "Own" means any beneficial or proprietary interest in any property or business of an applicant or licensed racetrack.
  - (q) "Pari-mutuel racing facility," "licensed racetrack," "racetrack" or "track" means a facility where horse or dog race meetings are held and the pari-mutuel system of wagering is authorized pursuant to the provisions of article twenty-three, chapter nineteen of this code: *Provided*,

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- 84 That, for the purposes of this article, "pari-mutuel racing facility," "licensed racetrack," "racetrack" or "track" 86 includes only a facility which was licensed prior to the first day of January, one thousand nine hundred ninety-four, 87 88 to hold horse or dog race meetings, and which conducts 89 not less than two hundred twenty live racing dates for each 90 horse or dog race meeting or such other number of live 91 racing dates as may be approved by the racing commission in accordance with the provisions of section 93 twelve-b, article twenty-three, chapter nineteen of this 94 code.
- 95 (r) "Permit" means authorization granted by the 96 commission to a person to function as either a video 97 lottery manufacturer, service technician or validation 98 manager.
  - (s) "Person" means any natural person, corporation, association, partnership, limited partnership, or other entity, regardless of its form, structure or nature.
- 102 (t) "Player" means a person who plays a video lottery 103 game on a video lottery terminal at a racetrack licensed by 104 the commission to conduct video lottery games.
  - (u) "Service technician" means a person, employed by a licensed racetrack, who holds a permit issued by the commission and who performs service, maintenance and repair on licensed video lottery terminals in this state.
- 109 (v) "Video lottery game" means a commission 110 approved, owned and controlled electronically simulated 111 game of chance which is displayed on the screen or video 112 monitor of a video lottery terminal and which:
- (1) Is connected to the commission's central control computer by an on-line or dial-up communication system;
- (2) Is initiated by a player's insertion of coins or currency into a video lottery terminal, which causes game play credits to be displayed on the video lottery terminal and, with respect to which, each game play credit entitles a player to choose one or more symbols or numbers or to cause the video lottery terminal to randomly select symbols or numbers;

- 122 (3) Allows the player to win additional game play 123 credits based upon game rules which establish the random 124 selection of winning combinations of symbols or numbers 125 or both and the number of free play credits to be awarded 126 for each winning combination of symbols or numbers or 127 both;
- 128 (4) Is based upon computer-generated random 129 selection of winning combinations based totally or 130 predominately on chance;
- 131 (5) In the case of a video lottery game which allows 132 the player an option to select replacement symbols or 133 numbers or additional symbols or numbers after the game 134 is initiated and in the course of play, either (A) signals the 135 player, prior to any optional selection by the player of 136 randomly generated replacement symbols or numbers, as 137 to which symbols or numbers should be retained by the 138 player to present the best chance, based upon probabilities, 139 that the player may select a winning combination, (B) 140 signals the player, prior to any optional selection by the 141 player of randomly generated additional symbols or 142 numbers, as to whether such additional selection presents 143 the best chance, based upon probabilities, that the player 144 may select a winning combination, or (C) randomly 145 generates additional or replacement symbols and numbers 146 for the player after automatically selecting the symbols 147 and numbers which should be retained to present the best 148 chance, based upon probabilities, for a winning 149 combination, so that in any event, the player is not 150 permitted to benefit from any personal skill, based upon a 151 knowledge of probabilities, before deciding which 152 optional numbers or symbols to choose in the course of 153 video lottery game play;
- 154 (6) Allows a player at any time to simultaneously clear 155 all game play credits and print a redemption ticket 156 entitling the player to receive the cash value of the free 157 plays cleared from the video lottery terminal; and
- 158 (7) Does not use the following game themes 159 commonly associated with casino gambling: Roulette, 160 dice, or baccarat card games: *Provided*, That games

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- having a video display depicting symbols which appear to roll on drums to simulate a classic casino slot machine, game themes of other card games and keno may be used.
- (w) "Validation manager" means a person who holds a
   permit issued by the commission and who performs video
   lottery ticket redemption services.
  - (x) "Video lottery" means a lottery which allows a game to be played utilizing an electronic computer and an interactive computer terminal device, equipped with a video screen and keys, a keyboard or other equipment allowing input by an individual player, into which terminal device the player inserts coins or currency as consideration in order for play to be available, and through which terminal device the player may receive free games or credit that can be redeemed for cash, or nothing, as may be determined wholly or predominantly by chance. "Video lottery" does not include a lottery game which merely utilizes an electronic computer and a video screen to operate a lottery game and communicate the results thereof, such as the game "Travel," and which does not utilize an interactive electronic terminal device allowing input by an individual player.
  - (y) "Video lottery terminal" means a commission-approved interactive electronic terminal device which is connected with the commission's central computer system, and which is used for the purpose of playing video lottery games authorized by the commission. A video lottery terminal may simulate the play of one or more video lottery games.
- 190 (z) "Wager" means a sum of money or thing of value 191 risked on an uncertain occurrence.

the foregoing bill is corre	on Enrolled Bills hereby certifies that ectly enrolled.
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