WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1996

ENROLLED

HOUSE BILL No. 4739

(By Delegate & Xiss, Burke and Faxui

Passed March 9 1996

In Effect Passage

® GCU 326-C

ENROLLED

H. B. 4739

(By Delegates Kiss, Burke and Farris)

[Passed March 9, 1996; in effect from passage.]

AN ACT to amend and reenact section eight, article twenty-two-a, chapter twenty-nine of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to local option elections to determine whether video lottery games shall be permitted at pari-mutuel racetracks; limiting the election on this question to general elections; and defining the term "two-years" for purposes of this section.

Be it enacted by the Legislature of West Virginia:

That section eight, 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-8. Form of application; local option elections; issuance of license; notice of incomplete application; notice of license or permit denial, suspension or revocation; procedure for review of license or permit denial, suspension or revocation; fees, renewal fees and renewal dates; bonding; renewal of licenses and permits; notice of change affecting license or permit; license or permit not transferrable or assignable.
 - 1 (a) The commission shall determine the form of applications to be used and shall not consider incomplete

applications. The commission may consider an application
when the applicant has completed and executed all forms
and documents required by the commission and all
application fees and costs have been paid.

7 (b) The question of whether video lottery games shall 8 be permitted at pari-mutuel racetracks shall be determined 9 by local option election in each county in which a 10 pari-mutuel racetrack is located. The local option election 11 on this question may be placed on the ballot in each 12 county at the primary election to be held on the tenth day 13 of May, one thousand nine hundred ninety-four, or at any 14 general election to be held thereafter. The county commission of the county in which the racetrack is located 15 16 shall give notice to the public of such election by 17 publication thereof as a Class II-0 legal advertisement in 18 compliance with the provisions of article three, chapter 19 fifty-nine of this code, and the publication area for the 20 publication shall be the county in which the election is to 21 be held. The date of the last publication of the notice 22 shall fall on a date within the period of the fourteen 23 consecutive days next preceding the election.

On the local option election ballot shall be printed the following:

Shall West Virginia lottery commission video lottery games be permitted within an area at the [name of racetrack] in which pari-mutuel betting is authorized by law?

30 [] Yes [] No

31 (Place a cross mark in the square opposite your 32 choice.)

The ballots shall be counted, returns made and canvassed as in general elections, and the results certified by the commissioners of election to the county commission. The county commission shall, without delay, certify the result of the election to the commission.

38 (c) Upon receipt of the results of the election from the 39 county commission, and if a majority has voted "yes", the 40 commission shall issue the requested license if the 41 applicant is otherwise qualified for the license. If a 42 majority has voted "no", the commission shall so notify the 43 applicant, the application shall be denied, and another 44 election on the issue shall not be held for a period of two 45 years: *Provided*, That for purposes of this section, the 46 term "two years" means the interval between a general 47 election and the next general election, and in no event 48 shall it mean or encompass a period of time in excess of 49 one hundred four weeks. If a majority has voted "yes", 50 another local option election on the issue shall not be held 51 for a period of five years. A local option election may thereafter be held if a written petition of qualified voters 52 53 residing within the county equal to at least five percent of 54 the number of persons who were registered to vote in the 55 next preceding general election is received by the county 56 commission of the county in which the horse or dog 57 racetrack is located. The petition may be in any number 58 of counterparts. 59 The petition shall be in the following form:

Petition For Local Option Election

We, the undersigned legally qualified voters, resident within the county of , do hereby petition that a special election be held within the county of 63 _ upon the following question: Shall West Virginia lottery commission video lottery games be permitted within an area at the [name of racetrack] in which pari-mutuel betting is authorized by law?

68 Address Date Name

69 (Post office or street address)

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- (d) If the commission, prior to the first day of November, one thousand nine hundred ninety-three, has authorized any racetrack to conduct video lottery games at its pari-mutuel facility, the games may continue to operate until the first day of January, one thousand nine hundred ninety-five, pending the results of any local option election held pursuant to the provisions of this section.
- 77 (e) The commission may not issue any license or 78 permit until background investigations are concluded.

- 79 The commission must make an affirmative determination 80 that the applicant is qualified and the applicable license or 81 permit fees have been paid prior to issuing any license or
- 82 permit.
- 83 (f) The commission shall notify the applicant if an 84 application is incomplete and the notification shall state 85 the deficiencies in the application.
- 86 (g) The commission shall notify applicants in writing 87 of the denial, suspension or revocation of a permit or 88 license and the reasons for the denial, suspension or 89 revocation in accordance with the provisions of section 90 fifteen of this article.
- 91 (h) An applicant may request a hearing to review a 92 license or permit denial, suspension or revocation in 93 accordance with section fifteen of this article.
- 94 (i) The following license or permit fees shall be paid 95 annually by each licensed racetrack, or permitted 96 manufacturer, service technician or validation manager:
- 97 (1) Racetrack: \$1,000.
- 98 (2) Manufacturer: \$10,000.
- 99 (3) Service technician: \$100.
- 100 (4) Validation manager: \$50.
- The fees shall be paid to the commission at the time of license or permit application and on or before the first day of July of each year thereafter, at which time the license or permit may be renewed.
- 105 (j) An applicant for a video lottery license shall, prior 106 to the issuance of the license, post a bond or irrevocable 107 letter of credit in a manner and in an amount established 108 by the commission. The bond shall be issued by a surety 109 company authorized to transact business in West Virginia 110 and the company shall be approved by the insurance commissioner of this state as to solvency and 111 112 responsibility.
- (k) The commission shall renew video lottery licenses

and permits annually as of the first day of July of each year, if each person seeking license or permit renewal submits the applicable renewal fee, completes all renewal forms provided by the commission, and continues to meet all qualifications for a license or permit.

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- (1) License and permit holders shall notify the commission of any proposed change of ownership or control of the license or permit holder and of all other transactions or occurrences relevant to license or permit qualification. In order for a license or permit to remain in effect, commission approval is required prior to completion of any proposed change of ownership or control of a license or permit holder.
- 127 (m) A license or permit is a privilege personal to the 128 license or permit holder and is not a legal right. A license 129 or permit granted or renewed pursuant to this article may 130 not be transferred or assigned to another person, nor may 131 a license or a permit be pledged as collateral. The 132 purchaser or successor of any license or permit holder 133 must independently qualify for a license or permit. The 134 sale of more than five percent of a license or permit 135 holder's voting stock, or more than five percent of the 136 voting stock of a corporation which controls the license or 137 permit holder or the sale of a license or permit holder's 138 assets, other than those bought and sold in the ordinary 139 course of business, or any interest therein, to any person 140 not already determined to have met the qualifications of 141 section seven of this article voids the license unless the sale 142 has been approved in advance by the commission.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Chairman House Committee

Originating in the House.

Takes effect from passage

Clerk of the Senate

Clerk of the House of Delegates

President of the Senate

Speaker of the House of Delegates

The within is approved this the 28th

day of Marche 1996

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PRESENTED TO THE

GOVERNOR/

Date (

Time