



## **117th MAINE LEGISLATURE**

## FIRST REGULAR SESSION-1995

Legislative Document

No. 829

H.P. 619

House of Representatives, March 14, 1995

An Act to Strengthen Maine's Live Harness Racing Industry.

(EMERGENCY)

Reference to the Committee on Legal and Veterans Affairs suggested and ordered printed.

JOSEPH W. MAYO, Clerk

Presented by Representative REED of Falmouth.

Cosponsored by Representatives: AULT of Wayne, BUCK of Yarmouth, CHICK of Lebanon, CROSS of Dover-Foxcroft, DEXTER of Kingfield, JOYCE of Biddeford, MURPHY of Berwick, POULIOT of Lewiston, SAVAGE of Union, SPEAR of Nobleboro, UNDERWOOD of Oxford, WINSOR of Norway, Senators: BERUBE of Androscoggin, CIANCHETTE of Somerset, FERGUSON of Oxford, HARRIMAN of Cumberland, LORD of York, MICHAUD of Penobscot, SMALL of Sagadahoc, STEVENS of Androscoggin.

Emergency preamble. Whereas, Acts of the Legislature do not 2 become effective until 90 days after adjournment unless enacted as emergencies; and 4 Whereas, the harness racing industry is important an industry in the State; and 6 8 Whereas, a more equitable distribution of purse funds must be provided immediately in order to strengthen live harness racing in the State; and 10 12 Whereas, this legislation will provide for a more equitable distribution of purse funds; and 14 Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of 16 Maine and require the following legislation as immediately 18 necessary for the preservation of the public peace, health and safety; now, therefore, 20 Be it enacted by the People of the State of Maine as follows: 2.2 Sec. 1. 8 MRSA §275-A, sub-§1, as enacted by PL 1993, c. 388, 24 \$8, is amended to read: Commercial track. "Commercial track" means a harness 26 1. herse-racing-track horsetrack facility whose operator is licensed 28 under this chapter to conduct live harness horse racing with pari-mutuel wagering that: 30 A. If the population within the 50-mile radius of the track is 300,000 or more, eendueted conducts racing on more than 32 100 45 days in the previous--2--ealendar--years current 34 calendar year; or 36 в. If the population within the 50-mile radius of the track is less than 300,000, conducted conducts racing on more than 25 days in the previous-2-calendar-years current calendar 38 year. 40 Sec. 2. 8 MRSA §275-A, sub-§1-A is enacted to read: 42 1.-A. Commercial meet. "Commercial meet" means harness horse racing conducted live at a commercial track. 44 Sec. 3. 8 MRSA §275-D, sub-§8, ¶A, as enacted by PL 1993, c. 46 388,  $\S$ 8, is amended to read: 48 An off-track betting facility located within a 75-mile Α. radius of a noncommercial racing licensee may not present a 50 simulcast thesame time that racing licensee is at 52 conducting live racing, unless the racing licensee consents

Page 1-LR1339(1)

## L.D.829

and the facility pays the racing licensee 2% of the wagers made at the facility at the time live racing is being 2 conducted. An off-track betting facility within a 50-mile radius of a noncommercial racing licensee may not present a 4 simulcast during any day on which that racing licensee is conducting live racing, unless the racing licensee consents 6 and the facility pays the racing licensee 1% of the wagers made on that day. Amounts payable under this section are 8 taken from the facility's share of wagers authorized in If the racing licensee is conducting 10 section 275-K. simulcasting pursuant to section 275-J, subsection 3, then 12 the racing licensee is not entitled to payment by the facility under this section.

Sec. 4. 8 MRSA §275-F, sub-§3, ¶A, as enacted by PL 1993, c. 16 388, §8, is amended to read:

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18 A. The first \$295,000 \$400,000 of the total amount, regardless of when actually collected, must be credited to
 20 the Stipend Fund provided in Title 7, section 62.

22 Sec. 5. 8 MRSA §275-F, sub-§3, ¶B, as enacted by PL 1993, c. 388, §8, is repealed.

Sec. 6. 8 MRSA §275-F, sub-§3, ¶C, as enacted by PL 1993, c. 388, §8, is amended to read:

28 С. From the balance of the total amount in excess of \$350,000 \$400,000, regardless of when actually collected, 30 80% must be paid and returned no later than 30 days after the end of the calendar year to those persons, associations 32 and corporations that during that calendar year, conducted an extended meet pursuant to a license granted by the 34 commission in section 271. This payment must be divided in the proportion that the contributions of regular and exotic wagers to pari-mutuel pools on live racing made or conducted 36 at the extended meets of each racing licensee during that 38 calendar year bear to the total contributions of regular and exotic wagers to pari-mutuel pools on live racing made or conducted at the extended meets of all racing licensees 40 Licensees sharing during that calendar year. in this 42 distribution shall must use 1/2 of the funds so received for the purpose of supplementing purse money. 44

The remaining 20% must be credited to the Stipend Fund 46 provided in Title 7, section 62.

48 Sec. 7. 8 MRSA §275-H, sub-§3, ¶A, as enacted by PL 1993, c. 388, §8, is amended to read:

A. The Treasurer of State must return to commercial meet licensees 72% of the revenue credited to the General Fund

Page 2-LR1339(1)

L.D.829

under this section attributable to amounts in excess of 2 \$33,500,000. This payment must be divided in the proportion that the contributions of regular and exotic wagers of 4 pari-mutuel pools on live racing made or conducted at the commercial meets of each licensee during the calendar year bear to the total contributions of regular and exotic wagers 6 to pari-mutuel pools on live racing made or conducted at the commercial meets of all licensees during that calendar 8 year. Licensees sharing in this distribution shall must use 10 1/2 of the funds received for the purpose of supplementing The other 1/2 of this distribution must be purse money. 12 paid to the commercial licensees as reimbursement for improvements made to their racing facilities in the calendar 14 year during which the funds are generated. To receive reimbursement, commercial licensees must submit plans for 16 the improvements to the commission and receive approval from the commission prior to making the improvements and the commission must verify that the approved improvements have 18 been made. 20

Sec. 8. 8 MRSA §275-I, sub-§3, as corrected by RR 1993, c. 2, 22 §7, is amended to read:

24 3. Distribution based on racing days. Payments made under subsections 1 and 2 for distribution in accordance with this 26 subsection must be distributed divided equally among licensees conducting live racing in the State in proportion to the number 28 of days-each-licensee-is-both-licensed-to-be-and-is-open-for wagering--during--the--year--in--which--the--payments--are--made. 30 Payments -- made -- for -- wagers -- accepted - before - May -- 1st -- must -- be distributed--net--later--than--May--15th--among--all--licensees--in 32 proportion -- to -- the -- number -- of -- days -- they -- are -- licensed -- to -- accept wagers-for-the-entire-year---Payments-made-for-wagers-accepted 34 after-April-30th-and-before-September-lst-must-be-distributed-net later--than-September--15th---Paymente--made--for-wagere--accepted 36 after--August--31st--and--on--or--before--December--31st--must--be distributed - among - licensees - so - that - the - total - distribution - under this--subsection-to-each-licensee-for-the-entire-year-is-in 38 proportion-to--the-number--of--days-each--licensee-was--licensed-to 40 and--did--in--fact--accept--wagers racing days granted by the commission and actually raced by that licensee and the total 42 number of racing days granted in any one year by the commission and actually raced by all licensees. Payments under this subsection must be made on May 15th, September 15th and January 44 15th in any given calendar year. The January 15th payment must 46 be adjusted to reflect days actually raced during that year, as opposed to days granted.

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Sec. 9. 8 MRSA §275-J, sub-§3, as amended by PL 1993, c. 646, §2, is further amended to read:

Distribution based on wagered amounts. On May 15th, 3. September 15th and within 15 days after the close of all 2 off-track betting facilities for the year, amounts payable under subsections 1 and 2 for distribution in accordance with this 4 subsection must be distributed to eemmereial--race--tracks all б licensees in the State that provide simulcast transmission of live racing in the State in proportion to the amount of wagers placed at off-track betting facilities on simulcast races from 8 that licensee up to the last day of the preceding month and the 10 total amount wagered at off-track betting facilities on races simulcast from all commercial racetracks up to that date. The last payment of the calendar year must be adjusted to reflect 12 each licensee's wagers in proportion to the total wagered at 14off-track betting facilities in that calendar year.

16 **Emergency clause.** In view of the emergency cited in the preamble, this Act takes effect when approved.

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## STATEMENT OF FACT

22 The purpose of this bill is to strengthen live racing in Maine by providing a more equitable distribution of purse funds.
24 The bill makes changes to the laws governing harness racing, including amending the definition of "commercial track," enacting
26 a definition of "commercial meet," changing the amount payable to the Stipend Fund and changing the criteria for the distribution
28 of amounts to supplement purses.