

HOUSE BILL No. 5201

October 1, 1991, Introduced by Reps. Ostling, Richard A. Young, Knight and Leland and referred to the Committee on State Affairs.

A bill to amend sections 6, 8, 12, and 13 of Act No. 327 of the Public Acts of 1980, entitled as amended "Racing law of 1980," as amended by Act No. 108 of the Public Acts of 1986, being sections 431.66, 431.68, 431.72, and 431.73 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Sections 6, 8, 12, and 13 of Act No. 327 of the
2 Public Acts of 1980, as amended by Act No. 108 of the Public Acts
3 of 1986, being sections 431.66, 431.68, 431.72, and 431.73 of the
4 Michigan Compiled Laws, are amended to read as follows:

5 Sec. 6. (1) The racing commissioner shall promulgate rules
6 pursuant to the administrative procedures act of 1969, Act
7 No. 306 of the Public Acts of 1969, as amended, being sections
8 24.201 to 24.328 of the Michigan Compiled Laws, under which horse

1 racing shall be conducted within this state. The rules
2 promulgated under this section shall accomplish all of the
3 following:

4 (a) Governing, restricting, or regulating a uniform system
5 of betting on races to be used at each racetrack in this state.

6 (b) Promoting the safety, security, growth, and integrity of
7 all horse racing conducted within this state.

8 (c) Licensing and regulating each person participating in,
9 or having to do with, horse racing within this state.

10 (2) Each race meeting licensee shall provide security at all
11 times during the conduct of a race meeting so as to reasonably
12 insure the safety of all persons and horses on the grounds, and
13 to protect and preserve the integrity of racing and pari-mutuel
14 wagering. Upon a determination by the racing commissioner that
15 additional security is necessary to insure the safety and integ-
16 rity of racing, supplemental security shall be provided by the
17 racing commissioner at each race meeting in areas where occupa-
18 tional licenses are required for admittance.

19 (3) The racing commissioner may assess a penalty, including
20 a fine of not more than \$5,000.00 for ~~each~~ A violation ~~of~~
21 COMMITTED BY A LICENSEE UNDER this act, ~~or~~ a rule promulgated
22 under this act, ~~committed by a licensee under this act~~ OR, IN
23 THE CASE OF A LICENSEE HOLDING A VIDEO LOTTERY ESTABLISHMENT
24 LICENSE, A VIOLATION OF THE MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY
25 LOTTERY ACT, ACT NO. 239 OF THE PUBLIC ACTS OF 1972, BEING SEC-
26 TIONS 432.1 TO 432.47 OF THE MICHIGAN COMPILED LAWS, OR RULES
27 PROMULGATED UNDER THAT ACT. A fine assessed by the racing

1 commissioner under this section which exceeds \$500.00 or the
2 suspension of a license under this act may be appealed to the
3 racing commissioner. The appeal shall be heard by a hearings
4 officer within 30 days of the date on which the appeal is made
5 and shall be subject to the contested case provisions of Act
6 No. 306 of the Public Acts of 1969, as amended.

7 (4) All proposed extensions, additions, or improvements to
8 the buildings, stables, improvements, or racetracks upon property
9 owned or leased by a person licensed under this act shall be
10 subject to the approval of the racing commissioner. The racing
11 commissioner may compel the production of books, memoranda, elec-
12 tronically retrievable data, or documents showing the receipts
13 and disbursements of any licensee under this act that relate to
14 horse racing. The racing commissioner at any time may for cause
15 require the removal of any employee or official involved in or
16 having to do with racing. The racing commissioner may visit,
17 investigate, and place auditors and other persons as the racing
18 commissioner considers necessary in the offices, racetracks, or
19 places of business of a licensee under this act to insure compli-
20 ance with this act and the rules promulgated under this act. The
21 racing commissioner may summon witnesses and administer oaths or
22 affirmations, if necessary for the effective discharge of duties
23 under this act. A person failing to appear before the racing
24 commissioner at the time and place specified, without just cause,
25 in answer to a summons, or refusing to testify, or testifying
26 falsely, is guilty of a misdemeanor, punishable by a fine of not

1 more than \$5,000.00, or imprisonment for not more than 6 months,
2 or both.

3 Sec. 8. (1) The racing commissioner shall issue, without
4 further application, a track license to any person maintaining or
5 operating a licensed horse racetrack as of the effective date of
6 this act, with wagering by pari-mutuel methods on the results of
7 the racing.

8 (2) A track license, once issued, shall only continue as
9 long as the annual license fee is paid, or until the track
10 license is voluntarily surrendered or is revoked as provided in
11 this act.

12 (3) A track license application shall be in writing, shall
13 demonstrate to the racing commissioner satisfactory financial
14 responsibility, shall show the location of the racetrack or of
15 the proposed racetrack, and shall be accompanied by substantially
16 detailed plans and specifications of the racetrack, buildings,
17 fences, and other improvements. The application shall give the
18 name and address of the applicant, and, if a corporation, shall
19 state the place of its incorporation, and shall give any other
20 information required by the rules promulgated under this act or
21 by the racing commissioner. Upon the filing of the application
22 and payment of the license fee, the racing commissioner shall
23 make an investigation of the applicant and of the racetrack or
24 proposed racetrack as the racing commissioner considers
25 necessary. If the applicant and the racetrack satisfy the
26 requirements of this act and the rules promulgated under this
27 act, the racing commissioner shall grant a license for the

1 racetrack, designating in the license the county or area of the
2 holder of the license. If the racetrack does not comply with
3 this act and the rules promulgated under this act, the racing
4 commissioner shall deny the license but shall grant a license
5 upon compliance with the requirements imposed by the racing
6 commissioner.

7 (4) After a license is issued under this section, the
8 license may be revoked if the holder of the license, after rea-
9 sonable notice from the racing commissioner, does not make the
10 improvements or additions to the racetrack as are necessary, or
11 if the holder of the license willfully violates this act, ~~or~~
12 the rules promulgated under this act, OR, IN THE CASE OF A
13 LICENSEE HOLDING A VIDEO LOTTERY ESTABLISHMENT LICENSE, A VIOLA-
14 TION OF THE MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY LOTTERY ACT, ACT
15 NO. 239 OF THE PUBLIC ACTS OF 1972, BEING SECTIONS 432.1 TO
16 432.47 OF THE MICHIGAN COMPILED LAWS, OR RULES PROMULGATED UNDER
17 THAT ACT. In addition to the revocation of the license, the
18 racing commissioner may impose a fine or bring an action in cir-
19 cuit court seeking an order of the court requiring the licensee
20 to make the improvements or additions if the licensee fails to
21 make improvements or corrections which comply with the applicable
22 construction code or local ordinances. The action of the racing
23 commissioner in refusing or revoking a track license may be
24 reviewed by the circuit court for the county in which the race-
25 track is located. Either party may appeal from the circuit court
26 to the court of appeals. The applicant for the license shall
27 also pay the license fees provided in this act.

1 (5) In a city area, not more than 3 racetracks shall be
2 licensed. As used in this act, "city area" means a city having a
3 population of 1,000,000 or more, and includes the counties wholly
4 or partly within a distance of 30 miles of the city limits of the
5 city.

6 (6) A person, corporation, firm, partnership, association,
7 or other legal entity shall not be issued more than 1 track
8 license. Controlling ownership and interlocking directorates
9 among the holders of track licenses are prohibited.

10 (7) A track license shall not be issued under this section
11 if the racetrack would result in harmful competition among exist-
12 ing racetracks.

13 Sec. 12. (1) A holder of a race meeting license may provide
14 a place in the race meeting grounds or enclosure at which he or
15 she may conduct and supervise the pari-mutuel system of wagering
16 by patrons on horse racing. The pari-mutuel system of wagering
17 upon horse racing within the race meeting grounds AND VIDEO
18 LOTTERY shall not be held or construed to be unlawful. If the
19 pari-mutuel system of wagering is used at a race meeting, a
20 totalisator, or other device which is equal in accuracy and
21 clearness to a totalisator and approved by the racing commission-
22 er, shall be used. The odds display of the totalisator or other
23 device shall be placed in full view of the patrons. VIDEO LOT-
24 TERY SHALL COMPLY WITH THE STANDARDS IMPOSED BY THE COMMISSIONER
25 OF STATE LOTTERY AS PRESCRIBED IN THE
26 MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY LOTTERY ACT, ACT NO. 239 OF

1 THE PUBLIC ACTS OF 1972, BEING SECTIONS 432.1 TO 432.47 OF THE
2 MICHIGAN COMPILED LAWS, AND RULES PROMULGATED UNDER THAT ACT.

3 (2) ~~No other place or method of betting, pool making,~~
4 ~~wagering, or gaming shall be used or permitted by the~~ THE holder
5 of the license SHALL NOT CONDUCT ANY BETTING, POOL MAKING, WAGER-
6 ING, OR GAMING NOT ALLOWED UNDER THIS ACT. The pari-mutuel
7 system of wagering shall not be conducted except at the racetrack
8 where the pari-mutuel system of wagering is conducted and pursu-
9 ant to section 12a. Each holder of a race meeting license shall
10 retain as his or her commission 17% of all money wagered. Except
11 as provided in subsection (6), each holder of a race meeting
12 license shall retain as his or her commission on all forms of
13 multiple wagering, 20-1/2% of all money wagered. In each race
14 meeting, the holder of the race meeting license shall divide the
15 breaks equally with the state. Breaks shall be computed at all
16 times at 10 cents and defined as the cents over any multiple of
17 10 otherwise payable to a patron on a wager of \$1.00. MONEY GEN-
18 ERATED BY A LICENSEE THROUGH THE CONDUCT OF A VIDEO LOTTERY SHALL
19 BE SUBJECT TO THE REGULATION AND ALLOCATION FORMULA PROVIDED FOR
20 IN ACT NO. 239 OF THE PUBLIC ACTS OF 1972.

21 (3) Payoff prices of tickets of a higher denomination shall
22 be calculated as even multiples of the payoff price for a \$1.00
23 wager. Each holder of a race meeting license shall distribute to
24 the persons holding winning tickets, as a minimum, a sum not less
25 than \$1.10 calculated on the basis of each \$1.00 deposited in a
26 pool, except that each race meeting licensee may distribute a sum
27 of not less than \$1.05 to persons holding winning tickets for

1 each \$1.00 deposited in a minus pool. As used in this
2 subsection, "minus pool" means any win, place, or show pool in
3 which the payout would exceed the total value of the pool.

4 (4) A holder of a race meeting license shall not knowingly
5 permit a person less than 18 years of age to be a patron of the
6 pari-mutuel wagering conducted or supervised by the holder OR
7 VIDEO LOTTERY CONDUCTED BY THE HOLDER.

8 (5) Any act or transaction relative to wagering permitted by
9 this act shall only occur or be permitted to occur within the
10 enclosure of a race meeting grounds OR OTHER LICENSED LOCATION
11 WITHIN OR ADJACENT TO THE ENCLOSURE. A person shall not partici-
12 pate in or be a party to any act or transaction relative to the
13 placing of a wager or carrying a wager for placement outside of a
14 race meeting grounds. A person shall not provide messenger serv-
15 ice for the placing of a bet for another person who is not a
16 patron. However, this subsection does not prevent the authoriza-
17 tion of the simulcast of Michigan pari-mutuel horse races to
18 wagering locations outside this state. Upon proper application,
19 the racing commissioner may issue a permit allowing a race meet-
20 ing licensee to transmit, by live video and audio signals, a live
21 horse race to a viewing area outside this state.

22 (6) As used in this subsection, "special sweepstakes
23 pari-mutuel pool" means amounts wagered for a selection in each
24 of 3 or more races designated by the race meeting licensee with
25 the approval of the racing commissioner. The racing commissioner
26 may promulgate rules to regulate a special sweepstakes
27 pari-mutuel pool which shall not be connected with or related to

1 any other form of multiple wagering, or to any other win, place,
2 or show pool. A special sweepstakes pari-mutuel pool may be
3 given a distinctive name by the race meeting licensee, subject to
4 the approval of the racing commissioner. Each holder of a race
5 meeting license shall retain as his or her commission on special
6 sweepstakes pari-mutuel pools 25% of all money wagered.

7 Sec. 13. (1) Money received by the racing commissioner
8 under this act shall be paid promptly into the state treasury and
9 except as provided in ~~subsections (2), (9), and (10)~~ THIS
10 SECTION shall be credited to the general fund of the state. As
11 used in this section, "fair" means a county, district, community,
12 or 4-H fair; the Upper Peninsula state fair; and any other state
13 fair.

14 (2) Twenty-seven and 1/2 percent of the revenue received,
15 but not to exceed \$800,000.00, from racing license fees from a
16 racetrack shall be placed in a fund under the control of the
17 department of agriculture and shall be returned to the city or
18 township in which the racetrack is located.

19 (3) If the city or township in which the racetrack is
20 located has reached the monetary limitation imposed by subsection
21 (2) then, in addition to that revenue, 20% of the revenue
22 received but not to exceed \$100,000.00, from racing license fees
23 from a meet held before April 16 and after November 15 in a year
24 shall be placed in a fund under the control of the department of
25 agriculture and shall be returned to the city or township in
26 which the racetrack is located. If the track is located in more
27 than 1 city or township, then the revenue provided for in this

1 subsection shall be divided equally between the cities or
2 townships. Funds shall not be returned to a city or township
3 pursuant to this subsection or subsection (2), if a city or town-
4 ship fails to provide a statement as required in section 14.

5 (4) A sufficient portion, not to exceed 68-3/4% of the reve-
6 nue received from standardbred racing in this state, shall be
7 placed in a special fund under the control of the department of
8 agriculture to be allotted to fairs, licensed pari-mutuel race-
9 tracks, other standardbred horse programs, agricultural commodity
10 programs, and to pay the cost of administering this section, as
11 follows:

12 (a) A sum to pay not more than 75% of the purses for stan-
13 dardbred harness horse races offered by fairs and special races
14 at licensed pari-mutuel racetracks.

15 (b) A sum to be allotted on a matching basis, but not to
16 exceed \$8,000.00 each year to a single fair, for the purpose of
17 equipment rental during fairs; grounds improvement; constructing,
18 maintaining, and repairing buildings; and making the racetrack
19 more suitable and safe for racing at fairs.

20 (c) A sum to be allotted to be used for paying special
21 purses at fairs on 2- and 3-year-old standardbred harness horses
22 sired by a registered standardbred stallion that was leased or
23 owned exclusively by a resident of this state and which did not
24 serve a mare at a location outside of this state during the cal-
25 endar year in which the service occurred.

26 (d) A sum to pay 75% or more of an eligible cash premium
27 paid by a fair or exposition. The commission of agriculture

1 shall promulgate rules establishing which premiums are eligible
2 for payment, and a dollar limit for all eligible payments.

3 (e) A sum to pay breeders' awards in the amount of 10% of
4 the gross purse to breeders of Michigan bred standardbred harness
5 horses for each time the horse wins at a licensed racetrack or
6 fair in this state. As used in this subdivision, "Michigan bred
7 standardbred harness horse" means a horse from a mare owned by a
8 resident of this state at the time of breeding and sired by a
9 registered standardbred stallion that was leased or owned exclu-
10 sively by a resident of this state and which did not serve a mare
11 at a location outside of this state during the calendar year in
12 which the service occurred. To be eligible, each mare shall be
13 registered with the director of the department of agriculture.

14 (f) A sum to be allotted, but not to exceed \$4,000.00 each
15 year, to fairs to provide training and stabling facilities for
16 standardbred harness horses.

17 (g) A sum to be allotted to fairs to pay the presiding
18 judges and clerks of the course at fairs. Presiding judges and
19 clerks of the course shall be hired by the department of
20 agriculture. A person hired as a judge shall be approved by the
21 racing commissioner. The director of the department of agricul-
22 ture may allot funds for a photo finish system and a mobile
23 starting gate. The director of the department of agriculture
24 shall allot funds for the conducting of tests, the collection and
25 laboratory analysis of urine, saliva, blood, and other samples
26 from horses, and the taking of blood alcohol tests on drivers,
27 jockeys, and starting gate employees, for those races described

1 in this subsection. The department may require a driver, jockey,
2 or starting gate employee to submit to a breathalyzer test, urine
3 test, or other noninvasive fluid test to detect the presence of
4 alcohol or a controlled substance as defined in section 7104 of
5 the public health code, Act No. 368 of the Public Acts of 1978,
6 being section 333.7104 of the Michigan Compiled Laws. If the
7 results of a test show that a person has more than 0.05% of alco-
8 hol in his or her blood, or has present in his or her body a con-
9 trolled substance, the person shall not be permitted to continue
10 in his or her duties on that race day and until he or she can
11 produce, at his or her own expense, a negative test result.

12 (h) A sum to pay purse supplements to licensed pari-mutuel
13 racetracks for special 4-year-old filly and colt horse races.

14 (5) A sufficient portion not to exceed 27-1/2% of the reve-
15 nue received from thoroughbred racing shall be placed in a spe-
16 cial fund under the control of the department of agriculture and
17 shall be allotted to thoroughbred racing associations to supple-
18 ment the purses for races to be conducted exclusively for
19 Michigan bred horses; to pay not more than 75% of the purses for
20 registered light horse races offered by fairs; to pay the cost of
21 administering this subsection; and to pay breeders' awards in the
22 amount of 10% of the gross purse to the breeders of Michigan bred
23 horses for each time Michigan bred horses win at a licensed race-
24 track in this state. In addition to the sums allotted for purse
25 supplements and breeders' awards, the department of agriculture
26 may allot sufficient funds from the revenue received from
27 thoroughbred racing to create a fund not to exceed 1% of the

1 revenue received from the thoroughbred racing in this state which
2 may be allotted to provide training and stabling facilities for
3 thoroughbred horses. The department shall also allot sufficient
4 funds from the revenue received from thoroughbred racing to pay
5 for the collection and laboratory analysis of urine, saliva,
6 blood, and other samples from horses and for the conducting of
7 tests described in section 11(3)(b).

8 (6) A sufficient portion of the revenue received from quar-
9 ter horse racing in this state shall be placed in a special fund
10 under the control of the department of agriculture and shall be
11 allotted to quarter horse racing associations to supplement the
12 purses for races to be conducted exclusively for Michigan bred
13 horses; to pay not more than 75% of the purses for registered
14 light horse races offered by fairs; to pay the cost of adminis-
15 tering this subsection; and to pay breeders' awards in the amount
16 of 10% of a gross purse to breeders of Michigan bred quarter
17 horses for each time a Michigan bred quarter horse wins at a
18 county fair or licensed racetrack in this state. The department
19 shall also allot sufficient funds from the revenue received from
20 quarter horse racing to pay for the collection and laboratory
21 analysis of urine, saliva, blood, and other samples from horses
22 and the taking of blood alcohol tests on jockeys for those races
23 described in this subsection and for the conducting of tests
24 described in section 11(3)(b). As used in this subsection,
25 "Michigan bred quarter horse" means a horse from a mare owned by
26 a resident of this state, at the time of breeding and sired by a
27 registered stallion owned exclusively by a resident of this state

1 and which did not serve a mare at a location outside of this
2 state during the calendar year in which the service occurred.
3 Each mare and stallion shall be registered with the director of
4 the department of agriculture.

5 (7) A sufficient portion of the revenue received from
6 Appaloosa horses racing in this state shall be placed in a spe-
7 cial fund under the control of the department of agriculture and
8 shall be allotted to Appaloosa horse racing associations to sup-
9 plement the purses for races to be conducted exclusively for
10 Michigan bred horses; to pay not more than 75% of the purses for
11 registered light horse races offered by fairs; to pay the cost of
12 administering this subsection; and to pay breeders' awards in the
13 amount of 10% of the gross purse to the breeders of Michigan bred
14 horses for each time Michigan bred horses win at a fair or
15 licensed racetrack in this state. The department shall also
16 allot sufficient funds from the revenue received from Appaloosa
17 horse racing to pay for the collection and laboratory analysis of
18 urine, saliva, blood, or other samples from horses and the taking
19 of blood alcohol tests on jockeys for those races described in
20 this subsection and for the conducting of tests described in sec-
21 tion 11(3)(b). Each mare and stallion shall be registered with
22 the director of the department of agriculture.

23 (8) A sufficient portion of the revenue received from
24 Arabian horses racing in this state shall be placed in a special
25 fund under the control of the department of agriculture and shall
26 be allotted to Arabian horse racing associations to supplement
27 the purses for races to be conducted exclusively for Michigan

1 bred horses; to pay not more than 75% of the purses for
2 registered light horse races offered by fairs; to pay the cost of
3 administering this subsection; and to pay breeders' awards in the
4 amount of 10% of the gross purse to the breeders of Michigan bred
5 horses for each time Michigan bred horses win at a fair or
6 licensed racetrack in this state. The department shall also
7 allot sufficient funds from the revenue received from Arabian
8 horse racing to pay for the collection and laboratory analysis of
9 urine, saliva, blood, and other samples from horses and the
10 taking of blood alcohol tests on jockeys for those races
11 described in this subsection and for the conducting of tests
12 described in section 11(3)(b). Each mare and stallion shall be
13 registered with the director of the department of agriculture.

14 (9) Three-tenths of 1% of all money wagered on standardbred
15 races shall be placed in a special fund pursuant to subsections
16 (12) and (13), 100% of which shall be used to provide purses for
17 races to be conducted exclusively for 2- and 3-year-old Michigan
18 sired standardbred horses at licensed harness racetracks in this
19 state. As used in this section, "Michigan sired standardbred
20 horses" means a horse sired by a registered stallion that was
21 leased or owned exclusively by a resident of this state and which
22 did not serve a mare at a location outside of this state during
23 the calendar year in which the service occurred.

24 (10) Three-tenths of 1% of all money wagered on thoroughbred
25 races shall be placed in a special fund pursuant to subsections
26 (12) and (13), 100% of which shall be used to provide purses for
27 races to be conducted exclusively for 2- and 3-year-old Michigan

1 sired thoroughbred horses at licensed thoroughbred racetracks in
2 this state. As used in this section, "Michigan sired thorough-
3 bred horses" means a horse sired by a registered stallion that
4 was leased or owned exclusively by a resident or residents of
5 this state and which did not serve a mare at a location outside
6 of this state during the calendar year in which the service
7 occurred.

8 (11) A sum equal to 2% or less, but not more than
9 \$2,500,000.00, of the principal amount of bonds issued for a sta-
10 dium, and appurtenant parking, and other facilities by an author-
11 ity organized pursuant to state law before December 1, 1971, from
12 the revenue received from thoroughbred and harness racing, shall
13 be returned to a county in which or adjoining which a licensed
14 racetrack is located or to a city in that county, if that county
15 or city has obligated itself to pay more than 1/2 of the annual
16 rental for a stadium, appurtenant parking, and other facilities
17 for the conduct of sporting events, exhibitions, and other gen-
18 eral recreational purposes. The sum returned shall only be used
19 by that county or city, along with other available funds to the
20 extent necessary, only to pay the annual rental to the authority
21 organized pursuant to state law which acquired the stadium and
22 facilities and leased the stadium and facilities to that county
23 or city. A sum returned pursuant to this subsection shall not be
24 specifically pledged for the payment of the rental or for the
25 payment of bonds issued in anticipation of the rental.
26 Pari-mutuel wagering shall not be conducted in the stadium,
27 appurtenant parking area, or other facilities.

1 (12) The director of the department of agriculture shall
2 promulgate rules pursuant to THE ADMINISTRATIVE PROCEDURES ACT OF
3 1969, Act No. 306 of the Public Acts of 1969, as amended, being
4 sections 24.201 to 24.328 of the Michigan Compiled Laws, to
5 implement this section. The rules promulgated under this subsec-
6 tion shall do all of the following:

7 (a) Prescribe the conditions under which the revenue
8 described in subsections (2) to (11) shall be disbursed.

9 (b) Establish conditions and penalties regarding the pro-
10 grams described in subsections (4) to (11).

11 (c) Develop and maintain informational programs related to
12 this section.

13 (13) Funds under the control of the department of agricul-
14 ture in this section shall be disbursed under the rules promul-
15 gated pursuant to subsection (12). All funds under the control
16 of the department of agriculture approved for purse supplements
17 and breeders' awards shall be paid by the state treasurer not
18 later than 30 days from the date of the race.

19 (14) The department shall report to the legislature by March
20 30, 1990 on the effect on the horse racing industry of the prac-
21 tice of restricting premiums, purses, breeders' awards or other
22 payments to Michigan sired horses, including an analysis of which
23 sectors of the horse racing industry benefit from the payments
24 and which are placed at a disadvantage. The report shall recom-
25 mend extensions or elimination of such payments and regulatory
26 restrictions.

1 (15) THE MONEY GENERATED BY A LICENSEE THROUGH THE CONDUCT
2 OF A VIDEO LOTTERY SHALL BE SUBJECT TO THE REGULATION AND
3 ALLOCATION FORMULA PROVIDED FOR IN THE MCCAULEY-TRAXLER-LAW-
4 BOWMAN-MCNEELY LOTTERY ACT, ACT NO. 239 OF THE PUBLIC ACTS OF
5 1972, BEING SECTIONS 432.1 TO 432.47 OF THE MICHIGAN COMPILED
6 LAWS.

7 Section 2. This amendatory act shall not take effect unless
8 all of the following bills of the 86th Legislature are enacted
9 into law:

10 (a) Senate Bill No. ____ or House Bill No. 5100 (request
11 no. 01164'91 *).

12 (b) Senate Bill No. ____ or House Bill No. 5200 (request
13 no. 01164'91 a).