HLS 14RS-27 ORIGINAL

Regular Session, 2014

HOUSE BILL NO. 714

1

BY REPRESENTATIVE HARRISON

GAMING/REVENUE: Redirects certain gaming proceeds to the Bet on Louisiana's Future Fund

AN ACT

2	To amend and reenact R.S. 17:421.7(A), R.S. 27:92(B)(1), 249, 270, 353(13), 392(B)(1),
3	435(D), and 437(B)(1) and (C)(introductory paragraph) and (3), R.S. 28:842(B) and
4	(C), the heading of Chapter 39 of Title 33 of the Louisiana Revised Statutes of 1950
5	and R.S. 33:9551(F), the heading of Chapter 40 of Title 33 of the Louisiana Revised
6	Statutes of 1950 and R.S. 33:9561(F), and R.S. 47:9029(A)(3) and (C) and to repeal
7	R.S. 27:31(F), 92(B)(2) and (C), 361(B)(4), 392(B)(2) through (9) and (C),
8	437(B)(2) and (C)(2) and (4), 438, and 439, R.S. 33:9551(A) through (E), 9561(A)
9	through (E), and 9571, and R.S. 47:9029(B), relative to gaming revenues; to redirect
10	gaming revenue attributable to riverboat gaming, the land-based casino, slot
11	machines at race tracks, video draw poker, and the lottery to the Bet on Louisiana's
12	Future Fund; to provide with respect to certain related funds; to legislate with respect
13	to certain gaming districts; to provide a contingent effective date; and to provide for
14	related matters.
15	Be it enacted by the Legislature of Louisiana:
16	RIVERBOAT GAMING
17	Section 1.(A) R.S. 27:92(B)(1) is hereby amended and reenacted to read as follows:
18	§92. Collection and disposition of fees
19	* * *

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1	B.(1) All fees, fines, revenues, and other monies collected by the division			
2	shall be forwarded to the state treasurer for immediate deposit into the state treasury			
3	Funds so deposited shall first be credited to the Bond Security and Redemption Fund			
4	in accordance with Article VII, Section 9(B) of the Constitution of Louisiana Bet on			
5	Louisiana's Future Fund.			
6	(B) R.S. 27:31(F) and 92(B)(2) and (C) are hereby repealed in their entirety.			
7	LAND-BASED CASINO			
8	Section 2. R.S. 27:249 and 270 are hereby amended and reenacted to read as			
9	follows:			
10	§249. Compulsive gambling; posting information			
11	A. The corporation shall include the cost of the transfer of its monies to the			
12	state treasurer for deposit into the Compulsive and Problem Gaming Fund as			
13	required by R.S. 27:270(A)(2) as a budgeted item and expense of the corporation.			
14	B. The corporation shall require the posting of signs at points of entry to the			
15	official gaming establishment to inform customers of the toll-free telephone number			
16	available to provide information and referral services regarding compulsive or			
17	problem gambling as required by R.S. 28:841. Failure by the licensee to post and			
18	maintain such a sign or signs shall be cause for the imposition of a fine not to exceed			
19	one thousand dollars per day.			
20	* * *			
21	§270. Deposit of revenues; expenditures and investments authorized; transfer of			
22	revenues to state treasury; corporation operating account; audit of			
23	corporation books and records; audits			
24	A.(1) All money received by the corporation from gaming operations and all			
25	other sources shall be deposited into a corporate operating account. Such account			
26	shall be established in a fiscal agent or depository as defined in R.S. 49:319. The			
27	corporation may use all money in the corporate operating account, except those			
28	funds withheld pursuant to R.S. 27:260(D), for the purposes of paying necessary			
29	expenses of the corporation and dividends to the state. The investment of monies in			

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the corporate operating account shall be determined by rules and regulations 2 promulgated by the corporation. 3 (2)(a) Quarterly, the corporation shall transfer to the state treasury one 4 percent of its operating account, not to exceed five hundred thousand dollars per 5 fiscal year. These monies shall first be credited to the Bond Security and 6 Redemption Fund in accordance with Article VII, Section 9(B) of the Constitution 7 of Louisiana. Thereafter, the state treasurer shall deposit the monies into the 8 Compulsive and Problem Gaming Fund established by R.S. 28:842. 9 (b) Quarterly, the corporation shall transfer to the state treasury for deposit 10 into the Compulsive and Problem Gaming Fund provided for in R.S. 28:842 the 11 amount of revenues withheld and remitted in accordance with R.S. 27:260(D). 12 (3)(a) Daily, the corporation shall transfer to the state treasury for deposit 13 into certain funds the Bet on Louisiana's Future Fund in the treasury, as provided in 14 this Paragraph, the amount of net revenues which the corporation determines are 15 surplus to its needs. After first being credited to the Bond Security and Redemption 16 Fund in accordance with Article VII, Section 9(B) of the Constitution of Louisiana, 17 and after satisfying any other requirements of the Constitution and laws of Louisiana, 18 such net revenues shall be deposited as follows: 19 (i) Ten percent shall be deposited in and credited to the Support Education 20 in Louisiana First Fund as provided in R.S. 17:421.7 and shall be used solely and 21 exclusively for the same purposes provided for in Paragraph (B)(1) of that Section. 22 (ii) Ninety percent shall be deposited in and credited to the Support 23 Education in Louisiana First Fund as provided in R.S. 17:421.7. 24 (b) Net revenues or proceeds shall be determined by deducting from gross 25 corporation revenues the necessary expenses incurred by the corporation in the 26 operation and administration of the casino gaming operations. This shall include the 27 expenses of the corporation, the expenses resulting from any contract or contracts 28 entered into for ordinary and customary business services rendered to the 29 corporation, and the amount required to be transferred to the state treasury pursuant

to Paragraph (2) of this Subsection.

1	C.B. The legislative auditor or person designated by him shall be responsible			
2	for an annual financial audit of the books and records of the corporation i			
3	accordance with R.S. 24:513. The corporation shall reimburse the legislative audito			
4	for the reasonable costs of any audits performed by him. All such audit reports sha			
5	be filed with the governor, the president of the Senate, and the speaker of the House			
6	of Representatives. All gaming operators and licensees and the corporation shall			
7	cooperate with the auditor or his representatives by giving them access to the			
8	facilities and records of the corporation for the purpose of efficient compliance with			
9	their respective responsibilities.			
10	SLOTS AT TRACKS			
11	Section 3.(A) R.S. 27:353(13) and 392(B)(1) are hereby amended and reenacted to			
12	read as follows:			
13	§353. Definitions			
14	When used in this Chapter, the following terms shall have these meanings:			
15	* * *			
16	(13) "Taxable net slot machine proceeds" means "net slot machine proceeds"			
17	less the amount of support, payment, or contributions required as provided in R.S.			
18	27:361(B)(4) .			
19	* * *			
20	§392. Collection and disposition of fees and taxes			
21	* * *			
22	B.(1) All fees, fines, revenues, state taxes, and other monies collected by the			
23	division shall be forwarded upon receipt to the state treasurer for immediate deposit			
24	into the state treasury. Funds so deposited shall first be credited to the Bond Security			
25	and Redemption Fund in accordance with Article VII, Section 9(B) of the			
26	Constitution of Louisiana Bet on Louisiana's Future Fund.			
27	(B) The heading of Chapter 39 of Title 33 of the Louisiana Revised Statutes of 1950			
28	and R.S. 33:9551(F) and the heading of Chapter 40 of Title 33 of the Louisiana Revised			
29	Statutes of 1950 and R.S. 33:9561(F) are hereby amended and reenacted to read as follows:			

1	CHAPTER 39. ST. LANDRY PARISH PARI-MUTUEL			
2	LIVE RACING FACILITY ECONOMIC REDEVELOPMENT			
3	AND GAMING CONTROL ASSISTANCE DISTRICT			
4	§9551. St. Landry Parish Pari-mutuel Live Racing Economic Redevelopment and			
5	Gaming Control Assistance District; Louisiana preference			
6	F. Louisiana preference. In purchasing or contracting for goods and			
7	services, the licensed eligible facility shall give preference and priority to Louisiana			
8	residents, laborers, vendors, and suppliers except where not reasonably possible to			
9	do so without added expense, substantial inconvenience, or sacrifice in operational			
10	efficiency. In considering applicants for employment, the licensed eligible facility			
11	shall give preference and priority to Louisiana residents, and no less than eighty			
12	percent of the persons employed by the licensed eligible facility must have been			
13	residents of the state for at least one year immediately prior to employment. If any			
14	contract or other agreement to which the licensed eligible facility is a party contains			
15	a provision or clause establishing a different percentage or requiring more than fifty			
16	percent of the persons employed to be residents of any one parish, any such			
17	provision or clause shall be null and void and unenforceable as against public policy.			
18	CHAPTER 40. BOSSIER PARISH PARI-MUTUEL LIVE			
19	RACING FACILITY ECONOMIC REDEVELOPMENT			
20	AND GAMING CONTROL ASSISTANCE DISTRICT			
21	§9561. Bossier Parish Pari-Mutuel Live Racing Economic Redevelopment and			
22	Gaming Control Assistance District; Louisiana preference			
23	F. Louisiana preference. In purchasing or contracting for goods and			
24	services, the licensed eligible facility shall give preference and priority to Louisiana			
25	residents, laborers, vendors, and suppliers except where not reasonably possible to			
26	do so without added expense, substantial inconvenience, or sacrifice in operational			
27	efficiency. In considering applicants for employment, the licensed eligible facility			
28	shall give preference and priority to Louisiana residents, and no less than eighty			
29	percent of the persons employed by the licensed eligible facility must have been			
30	residents of the state for at least one year immediately prior to employment. If any			
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1	contract or other agreement to which the licensed eligible facility is a party contains			
2	a provision or clause establishing a different percentage or requiring more than fifty			
3	percent of the persons employed to be residents of any one parish, any such			
4	provision or clause shall be null and void and unenforceable as against public policy.			
5	(C) R.S. 27:361(B)(4) and 392(B)(2) through (9), and (C) and R.S. 33:9551(A)			
6	through (E), 9561(A) though (E), and 9571 are hereby repealed in their entirety.			
7	VIDEO DRAW POKER			
8	Section 4.(A) R.S. 27:435(D) and 437(B)(1) and (C)(introductory paragraph) and			
9	(3) are hereby amended and reenacted to read as follows:			
10	§435. Licensing by division; fees; franchise payments; enforcement activities			
11	* * *			
12	D.(1) Each device owner shall remit to the division a franchise payment, in			
13	an amount equal to a percentage of the net device revenue derived from the operation			
14	of each video draw poker device owned by him. The amount of the percentage shall			
15	be based on the type of licensed establishment authorized by the division for the			
16	placement of video draw poker devices, as follows:			
17	(a) A restaurant, bar, tavern, cocktail lounge, club, motel, or hotel 26%.			
18	(b) A qualified truck stop facility 32.5%.			
19	(2) Notwithstanding the provisions of Paragraph (1) of this Subsection, when			
20	the distribution of net device revenues is governed by R.S. 27:438, the franchise			
21	payment shall be twenty-two and one-half percent of the net device revenues after			
22	deducting the amount of the distribution required by R.S. 27:438.			
23	(3) Revenues received from franchise payments shall be deposited in the			
24	state treasury and may be used for enforcement activities, subject to legislative			
25	appropriation, in accordance with the provisions of R.S. 27:437 Bet on Louisiana's			
26	Future Fund.			
27	(4) Of the amount attributable to the payment of franchise fees as required			
28	in this Section, an amount equal to the avails of one-half of one percent of the			
29	franchise fee rate shall be allocated as provided in R.S. 27:437 and appropriated by			
30	the legislature as provided in R.S. 27:439.			

1	(5)(3) The franchise payment authorized by the provisions of this Section			
2	shall be securely held by the device owner on behalf of the state of Louisiana, until			
3	such time as the franchise payment is remitted to and received by the division. Any			
4	franchise payment held in accordance with the provisions of this Paragraph shall be			
5	deemed to be held in trust for the state of Louisiana. Upon the failure of a device			
6	owner to remit any portion of the franchise payment to the division, the device owner			
7	and its shareholders, officers, and directors if a corporation, its partners if a			
8	partnership, and its members, managers, and managing members if a limited liability			
9	company, shall be jointly and severally liable to the state of Louisiana for the			
10	franchise payment until it is remitted to and received by the division.			
11	(6)(4) The Louisiana Gaming Control Board shall adopt rules to provide for			
12	the collection of franchise payments as provided for in this Section. Such rules shall			
13	be adopted pursuant to the provisions of the Administrative Procedure Act and R.S.			
14	27:15(B)(8).			
15	* * *			
16	§437. Video Draw Poker Device Fund; distribution and expenditure			
17	* * *			
18	B.(1)(a) All revenues and other monies received by the division, except those			
19	monies specified by the provisions of R.S. 27:435(D)(4) which shall be deposited as			
20	provided by R.S. 27:439, shall be forwarded by the division to the state treasurer for			
21	immediate deposit in the state treasury.			
22	(b) Funds so deposited shall first be credited to the Bond Security and			
23	Redemption Fund in accordance with Article VII, Section 9(B) of the Constitution			
24	of Louisiana.			
25	(c) Thereafter, the state treasurer shall, each fiscal year, credit to a special			
26	fund, which is hereby created in the state treasury and entitled the Video Draw Poker			
27	Device Fund, an amount equal to all revenues received by the division pursuant to			
28	the provisions of this Chapter, except those funds specified by the provisions of R.S.			
29	27:435(D)(4), which shall be deposited as provided by R.S. 27:439 and those funds			

1	withheld pursuant to R.S. 27:443(A)(2) which shall be remitted for deposit to the			
2	Compulsive and Problem Gaming Fund provided for in R.S. 28:842.			
3	C. Except as provided in Paragraph (3) of this Subsection, the The monie			
4	in the Video Draw Poker Device Fund shall only be withdrawn pursuant			
5	appropriation by the legislature and shall be distributed as follows:			
6	* * *			
7	(3)(2) Any monies in the fund not required to meet the purposes provided for			
8	in Paragraphs Paragraph (1) and (2) shall be credited to and deposited in the state			
9	general fund as they become available. Any unexpended or unencumbered monies			
10	remaining in the Video Draw Poker Device Fund fund at the end of the fiscal year			
11	shall revert to the state general fund Bet on Louisiana's Future Fund.			
12	(B) R.S. 27:437(B)(2) and (C)(2) and (4), 438, and 439 are hereby repealed in their			
13	entirety.			
14	LOTTERY			
15	Section 5.(A) R.S. 47:9029(A)(3) and (C) are hereby amended and reenacted to read			
16	as follows:			
17	§9029. Deposit of revenues; expenditures and investments authorized; transfer of			
18	revenues to state treasury; dedication and use of proceeds; corporation			
19	operating account; audit of corporation books and records; audits			
20	A.			
21	* * *			
22	(3) Within twenty days following the close of each calendar month, the			
23	corporation shall transfer to the Lottery Proceeds Bet on Louisiana's Future Fund in			
24	the state treasury the amount of net revenues which the corporation determines are			
25	surplus to its needs. Net revenues or proceeds shall be determined by deducting			
26	from gross revenues the payment costs incurred or estimated to be incurred in the			
27	operation and administration of the lottery. This shall include the expenses of the			
28	corporation and the costs resulting from any contract or contracts entered into for			
29	promotional, advertising, or operational services or for the purchase or lease of			
30	lottery equipment and materials, fixed capital outlays, and the payment of prizes to Page 8 of 16			

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the holders of winning tickets. After the first year of operation the corporation shall transfer each year not less than thirty-five percent of gross revenues to the state treasury.

C.B. The legislative auditor shall be responsible for an annual financial audit of the books and records of the corporation. The corporation shall reimburse the legislative auditor for the reasonable costs of any audits performed by him. The audit shall be completed within ninety days after the close of the corporation's fiscal year. The legislative auditor may contract with an independent, certified public accountant who meets the qualifications existing to do business within the state of Louisiana to perform the audit. The legislative auditor may, at any time, conduct such additional audits including performance audits, of the corporation as he deems necessary or desirable. Contracts may be entered into for audit services for a period not to exceed five years and the same firm shall not receive two consecutive audit contracts. All such audit reports shall be filed with the governor, the president of the Senate, and the speaker of the House of Representatives. The corporation shall cooperate with the auditor or his representatives by giving them access to the facilities and records of the corporation for the purpose of efficient compliance with their respective responsibilities. With respect to any reimbursement that the corporation is required to pay to any agency, the corporation shall enter into an agreement with such agency under which the corporation shall pay to such agency an amount reasonably anticipated to cover such reimbursable expenses or an advance of such expenses being incurred.

(B) R.S. 47:9029(B) is hereby repealed in its entirety.

EXISTING FUNDS

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Section 6. R.S. 17:421.7(A) is hereby amended and reenacted to read as follows:

26 §421.7. Support Education in Louisiana First Fund

A. There is hereby established, as a special fund in the state treasury, the Support Education in Louisiana First Fund (the SELF Fund). After compliance with the requirements of Article VII, Section 9(B) of the Constitution of Louisiana relative to the Bond Security and Redemption Fund, and after a sufficient amount is

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allocated from that fund to pay all of the obligations secured by the full faith and credit of the state which becomes due and payable within any fiscal year, the treasurer shall pay to the SELF Fund an amount equal to the monies received by the state treasury from the avails of the franchise fees charged pursuant to R.S. 27:91(C)(2) through (4) and the revenues required to be deposited in the SELF Fund pursuant to R.S. 27:92(B)(2)(b) and R.S. 27:270(A)(3) the provisions of the Bet on Louisiana's Future Fund. The monies in this fund shall be used only as provided in Subsection B of this Section and only in the amounts appropriated by the legislature. All unexpended and unencumbered monies in this fund at the end of each fiscal year shall remain in the fund and shall retain their allocation for use and expenditure in accordance with the provisions of Subsection B of this Section. The monies in this fund shall be invested by the state treasurer in the same manner as monies in the state general fund. Interest earned on the investment of monies in this fund shall be credited to the fund, following compliance with the requirements of Article VII, Section 9(B) of the Constitution of Louisiana relative to the Bond Security and Redemption Fund.

17 * * *

Section 7. R.S. 28:842(B) and (C) are hereby amended and reenacted to read as follows:

§842. Compulsive and Problem Gaming Fund; creation

21 * * *

B. After compliance with the requirements of Article VII, Section 9(B) of the Constitution of Louisiana, an amount equal to the monies received by the state treasury pursuant to the provisions of R.S. 27:92(B)(2)(a), 270(A)(2), and 312(B)(2)(a), and R.S. 47:9029(B)(2) allocated from the Bet on Louisiana's Future Fund shall be deposited into the Compulsive and Problem Gaming Fund. All unexpended and unencumbered monies in the fund at the end of any fiscal year shall remain in the fund for use in subsequent fiscal years. Monies in the fund shall be invested by the state treasurer in the manner as monies in the state general fund and interest earned on the investment of such monies shall be credited to the fund after

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1 compliance with the requirements of Article VII, Section 9(B) of the Constitution of 2 Louisiana. Monies in the fund shall only be withdrawn pursuant to an appropriation 3 by the legislature solely to implement the provisions of this Chapter. 4 C. All monies received by the state treasury pursuant to the provisions of 5 R.S. 27:92(B), 270(A)(3), 312(B), and 319(A) shall be deposited into the Compulsive and Problem Gaming Fund. The monies in the Compulsive and 6 7 Problem Gaming Fund shall be appropriated by the legislature solely to implement 8 the provisions of this Chapter. 9 Section 8. This Act shall take effect and become operative if and when the proposed 10 amendment of Articles VII and XII of the Constitution of Louisiana contained in the Act 11 which originated as House Bill No. _____ of this 2014 Regular Session of the Legislature is 12 adopted at a statewide election and becomes effective.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

Harrison HB No. 714

Abstract: Redirects riverboat, casino, slots at tracks, video draw poker, and lottery gaming proceeds to the Bet on Louisiana's Future Fund.

RIVERBOAT GAMING

<u>Present law</u> permits riverboat gaming and imposes an annual license fee of \$100,000 per riverboat and 3.5% of net gaming proceeds (R.S. 27:91(B)). A basic franchise fee is charged for the right to conduct gaming activities on a riverboat at an annual amount of 15% of net gaming proceeds (R.S. 27:91(C)(1)). There are add-on franchise fees, depending on locale, that run from an additional 3% (R.S. 27:91(C)(2)) to an additional 6% (R.S. 27:91(C)(2) and (3)), a dock-side fee of 2% to 3% based on a sliding scale (R.S. 27:91(C)(4)), and an admission (boarding) fee of \$2.50 to \$3.00 for each passenger charged by the local governing authority of the respective area (R.S. 27:93(A)). <u>Present law</u> allocates these license and franchise fees, other than admission fees, in varying amounts to the following entities, in the respective funds listed:

ENTITY	SOURCE	FUND
Office of Behavioral Health	R.S. 27:92(B)(2)(a)(i)	Compulsive and Problem Gaming Fund, R.S. 28:842
State Operating Expenses	R.S. 27:92(B)(2)(b)(i)	State General Fund

MFP; LSU System; Southern Univ. System; UL System; LCTCS (technical colleges); LUMCON	R.S. 27:92(B)(2)(b)(ii), (iii), and (iv)	Support Education in LA First (SELF) Fund, R.S. 17:421.7
Office of Attorney General; Gaming Control Board; DPS&C/State Police	R.S. 27:92(C)	Riverboat Gaming Enforcement Fund, R.S. 27:92(B)(2)(c)

<u>Proposed law</u> redirects riverboat gaming revenues listed above, except the local admission fees, to the Bet on Louisiana's Future Fund.

LAND-BASED CASINO

<u>Present law</u> permits the operation of a land-based casino in New Orleans and, except for a percentage for Compulsive and Problem Gaming, all net revenues which are surplus to the needs of the Louisiana Economic Development and Gaming Corporation are transferred to the state treasury (R.S. 27:270(A)(3)). <u>Present law</u> allocates revenues in varying amounts to the following entities, in the respective funds listed:

ENTITY	SOURCE	FUND
Office of Behavioral Health	R.S. 27:270(A)(2)	Compulsive and Problem Gaming Fund, R.S. 28:842
MFP; LSU System; Southern Univ. System; UL System; LCTCS (technical colleges); LUMCON	R.S. 27:270(A)(3)(a)	Support Education in LA First (SELF) Fund, R.S. 17:421.7
Office of Attorney General; Gaming Control Board; DPS&C/State Police	R.S. 27:270(B)(2)	Casino Gaming Enforcement Fund, R.S. 27:270(B)

<u>Proposed law</u> redirects land-based casino gaming revenues listed above to the Bet on Louisiana's Future Fund.

SLOTS AT TRACKS

<u>Present law</u> authorizes certain race tracks to conduct slot machine gaming (R.S. 27:361(A)) and imposes a state license tax of 18.5% (R.S. 27:393) and a local tax of 4% (R.S. 2:391) of net slot machine proceeds. <u>Present law</u> also requires 15% of net slot machine proceeds to be paid to supplement purses (R.S. 27:361(B)(4)(a)) and 3% to horse associations (R.S. 27:361(B)(4)(b) and (c)). <u>Present law</u> allocates net slot machine proceeds, other than the 4% local tax, in varying amounts to the following entities, in the respective funds listed:

ENTITY	SOURCE	FUND
Thoroughbred and quarter horse purse supplement; Horsemen's Benevolent & Protective Assoc.	R.S. 27:361(B)(4)(a)	Direct payment

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LA Thoroughbred Breeders' Assoc. breeders' award; LA Quarter Horse Breeders Assoc. breeders' award	R.S. 27:361(B)(4)(b) and (c)	Direct payment
Office of Behavioral Health	R.S. 27:392(B)(2)(a)	Compulsive and Problem Gaming Fund, R.S. 28:842
Office of Attorney General; Gaming Control Board; Louisiana Racing Comm.; DPS&C/State Police	R.S. 27:392(B)(2)(b)	Pari-mutuel Live Racing Facility Gaming Control Fund, R.S. 28:392(2)(a)
26 th JDC truancy program	R.S. 27:392(B)(3)(a)	Bossier Parish Truancy Program Fund, R.S. 27:392(B)(3)(a)(i)
St. Landry School Board	R.S. 27:392(B)(3)(b)	St. Landry Parish Excellence Fund, R.S. 27:392(B)(3)(b)
Calcasieu Parish School Bd; McNeese State Univ.; Sowella Technical Inst.	R.S. 27:392(B)(3)(c)	Calcasieu Parish Fund, R.S. 27:392(B)(3)(c)
LCTCS, Allied Health & Nursing Program	R.S. 27:392(B)(3)(d)	Orleans Parish Excellence Fund, R.S. 27:392(B)(3)(d)
Agriculture and Forestry	R.S. 27:392(B)(4)	Agricultural Finance Auth. Fund, R.S. 3:277
Affiliated Blind of Louisiana; LA Center for the Blind at Ruston; La. Assoc. for the Blind; Lighthouse for the Blind in New Orleans	R.S. 27:392(B)(5)	Rehabilitation for the Blind and Visually Impaired Fund, R.S. 27:392(B)(5)
Equine Health Studies; Program at LSU Vet School	R.S. 27:392(B)(6)(a)	Equine Health Studies Program Fund, R.S. 27:392(B)(6)(a)
Southern University AgCenter	R.S. 27:392(B)(6)(b)	Southern University AgCenter Program Fund, R.S. 27:392(B)(6)(b)
New Orleans City Park Improvement Assoc.	R.S. 27:392(B)(7) and R.S. 27:392(C)(1)	Beautification and Improvement of the New Orleans City Park Fund, R.S. 27:392(B)(7)
Southern Univ. Urban Tourism and Marketing Program	R.S. 27:392(B)(8)	
Orleans Parish DA's Office	R.S. 27:392(B)(8)	
Greater New Orleans Sports Foundation	R.S. 27:392(C)(2)	Greater New Orleans Sports Foundation Fund, R.S. 27:392(C)(2)

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Algiers Economic Development Foundation	R.S. 27:392(C)(3)	Algiers Economic Development Fund, R.S. 27:392(C)(3)
New Orleans Urban Tourism & Hospitality Training in Econ. Dev., Inc.	R.S. 27:392(C)(4)	New Orleans Urban Tourism & Hospitality Training in Econ. Dev. Foundation Fund, R.S. 27:392(C)(4)
Beautification Project for New Orleans Neighborhoods, Inc.	R.S. 27:392(C)(5)	Beautification Project for New Orleans Neighborhoods Fund, R.S. 27:392(C)(5)
Friends of NORD, Inc.	R.S. 27:392(C)(6)	Friends of NORD Fund, R.S. 27:392(C)(6)
LA Stadium & Expo Dist. for contractual obligations of NFL or NBA franchise	R.S. 27:392(C)(7)	New Orleans Sports Franchise Assistance Fund, R.S. 27:392(C)(7)
State operating expenses	R.S. 27:392(B)(9)	State General Fund

<u>Proposed law</u> redirects slots-at-the-track gaming revenues listed above, except the 4% local tax portion, to the Bet on Louisiana's Future Fund.

<u>Present law</u> also establishes a Pari-Mutuel Live Racing Facility Economic Redevelopment and Gaming Control Assistance District in the parishes of St. Landry, Bossier, and Calcasieu as a special taxing district with boundaries coterminous with the parish lines, which districts are authorized to levy an additional tax of 18.5% on net slot machine proceeds. <u>Proposed law</u> repeals these special taxing districts. In St. Landry and Bossier, <u>present law</u> establishes a preference and priority to Louisiana residents, laborers, vendors, and suppliers. <u>Proposed law</u> retains this preference.

VIDEO DRAW POKER

<u>Present law</u> authorizes the placement, operation, maintenance, and play of approved video draw poker devices and imposes an annual fee to be paid by the holder of each license (R.S. 27:435(A)), a device owner fee (R.S. 27:435(B)), a franchise payment in an amount equal to a percentage of the net device revenue derived from the operation of each device, the percentage of which is based on the type of licensed establishment (R.S. 27:435(D)), and a processing fee (R.S. 27:435(H)). <u>Present law</u> allocates these fees and payments in varying amounts to the following entities, in the respective funds listed:

ENTITY	SOURCE	FUND
Purse supplements; Horsemen's benefits	R.S. 27:438	Direct payment
Purse supplements for thoroughbred and quarter horse races; Thoroughbred Breeders Association; Quarterhorse Racing Association	R.S. 27:435(D)(4); R.S. 27:439	Video Draw Poker Device Purse Supplement Fund, R.S. 27:439
Office of Behavioral Health	R.S. 27:437(B)(2)(a)	Compulsive and Problem Gaming Fund, R.S. 28:842

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District Attorneys and Assistant District Attorneys	R.S. 27:437(C)(1)(a)	Video Draw Poker Device Fund, R.S. 27:437
Local Governing Authorities	R.S. 27:437(C)(1)(b)	Video Draw Poker Device Fund, R.S. 27:437
Office of Attorney General; DPS&C/State Police	R.S. 27:437(C)(2)	Video Draw Poker Device Fund, R.S. 27:437
State Operating Expenses	R.S. 27:437(C)(3)	State General Fund

<u>Proposed law</u> redirects video draw poker revenues listed above, except revenues going to the District Attorneys and Assistant District Attorneys and to local governing authorities, to the Bet on Louisiana's Future Fund.

LOTTERY

<u>Present law</u> permits the operations of a state lottery with all net revenues, surplus to the needs of the Lottery Corporation, credited to the Louisiana Lottery Proceeds Fund (R.S. 47:9029(B)). <u>Present law</u> allocates revenues in varying amounts to the following entities, in the respective funds listed:

ENTITY	SOURCE	FUND
Office of Behavioral Health	R.S. 47:9029(B)(2)	Compulsive and Problem Gaming Fund, R.S. 28:842
MFP	Const. Art. 12, Sec. 6	Lottery Proceeds Fund, Const. Art. 12, Sec. 6; R.S. 47:9029(A) and (B)

<u>Proposed law</u> redirects lottery revenues listed above to the Bet on Louisiana's Future Fund.

FUNDS

<u>Proposed law</u> retains the Support Education in Louisiana First (the SELF) Fund but eliminates references to various sources of gaming revenue. <u>Proposed law</u> provides for deposits into the SELF fund from the Bet on Louisiana's Future Fund.

<u>Proposed law</u> retains the Compulsive and Problem Gaming Fund but eliminates references to various sources of gaming revenue. <u>Proposed law</u> provides for deposits into the Compulsive and Problem Gaming Fund from the Bet on Louisiana's Future Fund.

Proposed law repeals the following funds: Riverboat Gaming Enforcement Fund, R.S. 27:92(B)(2)(c); Casino Gaming Enforcement Fund, R.S. 27:270(B); Bossier Parish Truancy Program Fund, R.S. 27:392(B)(3)(a)(i); St. Landry Parish Excellence Fund, R.S. 27:392(B)(3)(b); Calcasieu Parish Fund, R.S. 27:392(B)(3)(c); Orleans Parish Excellence Fund, R.S. 27:392(B)(3)(d); Rehabilitation for the Blind and Visually Impaired Fund, R.S. 27:392(B)(5); Equine Health Studies Program Fund, R.S. 27:392(B)(6)(a); Pari-mutuel Live Racing Facility Gaming Control Fund, R.S. 28:392(2)(a); Compulsive and Problem Gaming Fund, R.S. 28:842; Southern University AgCenter Program Fund, R.S. 27:392(B)(6)(b); Beautification and Improvement of the New Orleans City Park Fund, R.S. 27:392(B)(7); Greater New Orleans Sports Foundation Fund, R.S. 27:392(C)(2); Algiers Economic Development Fund, R.S. 27:392(C)(3); New Orleans Urban Tourism & Hospitality Training in Econ. Dev. Foundation Fund, R.S. 27:392(C)(4); Beautification Project for New Orleans Neighborhoods Fund, R.S. 27:392(C)(5); Friends of NORD Fund, R.S. 27:392(C)(6); New

Orleans Sports Franchise Assistance Fund, R.S. 27:392(C)(7); and Video Draw Poker Device Purse Supplement Fund, R.S. 27:439.

OTHER

Proposed law eliminates cross-references to provisions of law being repealed by this Act.

Effective if and when the proposed amendment of Article XII of the Constitution of La. contained in the Act which originated as House Bill No. _____ of this 2014 R.S. of the Legislature is adopted at a statewide election and becomes effective.

(Amends R.S. 17:421.7(A), R.S. 27:92(B)(1), 249, 270, 353(13), 392(B)(1), 435(D), and 437(B)(1) and (C)(intro para) and (3), R.S. 28:842(B) and (C), the heading of Chapter 39 of Title 33 of the La. Revised Statutes of 1950 and R.S. 33:9551(F), the heading of Chapter 40 of Title 33 of the La. Revised Statutes of 1950 and R.S. 33:9561, and R.S. 47:9029(A)(3) and (C); Repeals R.S. 27:31(F), 92(B)(2) and (C), 361(B)(4), 392(B)(2)-(9) and (C), 437(B)(2) and (C)(2) and (4), 438, and 439, R.S. 33:9551(A)-(E), 9561(A)-(E), and 9571, and R.S. 47:9029(B))