1	Senate Bill No. 394
2	(By Senators Snyder, Klempa, McCabe and Yost)
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4	[Introduced February 2, 2011; referred to the Committee on
5	Government Organization; and then to the Committee on the
6	Judiciary.]
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L1	A BILL to amend and reenact $\$19-23-16$ of the Code of West Virginia,
L2	1931, as amended, relating to creating a process by which the
L3	West Virginia Racing Commission may grant stay requests
L 4	pending appeals of orders by stewards or judges; permitting
L 5	the appointment of hearing examiners who must be licensed to
L 6	practice law in the state; and providing that if the Racing
L 7	Commission modifies or rejects a hearing examiner's
L 8	recommended decision, its order doing so must provide findings
L 9	of fact, conclusions of law and set forth with specificity the
20	reasons for the modification or rejection.
21	Be it enacted by the Legislature of West Virginia:
22	That \$19-23-16 of the Code of West Virginia, 1931, as amended,
23	be amended and reenacted to read as follows:
	ARTICLE 23. HORSE AND DOG RACING.
25	§19-23-16. Entry of order suspending or revoking license or
26	<pre>permit; service of order; contents; hearing;</pre>

1 decision to be in writing.

- 2 (a) Whenever the Racing Commission shall deny an application 3 for a license or a permit or shall suspend or revoke a license or 4 a permit, it shall make and enter an order to that effect and serve 5 a copy thereof on the applicant, licensee or permit holder, as the 6 case may be, in any manner in which a summons may be served in a 7 civil action or by certified mail, return receipt requested. Such 8 order shall state the grounds for the action taken, and, in the 9 case of an order of suspension or revocation, shall state the 10 effective date of such suspension or revocation.
- 11 (b) Whenever a majority of the stewards <u>or judges</u> at any horse
 12 or dog race meeting shall suspend or revoke a permit, such
 13 suspension or revocation shall be effective immediately. The
 14 stewards <u>or judges</u> shall, as soon as thereafter practicable, make
 15 and enter an order to that effect and serve a copy thereof on the
 16 permit holder, in any manner in which a summons may be served in a
 17 civil action or by certified mail, return receipt requested. Such
 18 order shall state the grounds for the action taken.
- (c) Any person adversely affected by any such order shall be entitled to a hearing thereon if, within twenty days after service of a copy thereof if served in any manner in which a summons may be served as aforesaid or within twenty days after receipt of a copy thereof if served by certified mail as aforesaid, such person files with the Racing Commission a written demand for such hearing. A demand for hearing shall operate automatically to stay or suspend the execution of any order suspending or revoking a license, but a

- 1 demand for hearing shall not operate $\underline{\text{automatically}}$ to stay or
- 2 suspend the execution of any order suspending or revoking a permit.
- 3 Upon the written request of any permit holder who has been
- 4 adversely affected by an order of the stewards or judges, a stay
- 5 may be granted by the Racing Commission, its chairman, or by a
- 6 member of the commission designated by the chairman. A request for
- 7 a stay must be filed with the Racing Commission's executive
- 8 director no later than the deadline for filing a written demand for
- 9 a hearing before the commission. If a stay is granted, it is not
- 10 a presumption that the order of the stewards or judges is invalid.
- 11 The Racing Commission may require the person demanding such a
- 12 hearing to give reasonable security for the costs thereof and if
- 13 such person does not substantially prevail at such hearing such
- 14 costs shall be assessed against such person and may be collected by
- 15 an action at law or other proper remedy.
- 16 (d) Upon receipt of a written demand for such hearing, the
- 17 Racing Commission shall set a time and place therefor not less than
- 18 ten and not more than thirty days thereafter. Any scheduled
- 19 hearing may be continued by the Racing Commission or its appointed
- 20 hearing examiner upon its own motion or for good cause shown. by
- 21 the person demanding the hearing.
- (e) All of the pertinent provisions of article five, chapter
- 23 twenty-nine-a of this code shall apply to and govern the hearing
- 24 and the administrative procedures in connection with and following
- 25 such hearing, with like effect as if the provisions of said article
- 26 five were set forth in this subsection.

- (f) Any such hearing shall be conducted by a quorum of the Racing Commission or by a hearing examiner appointed by the Racing Commission who is licensed to practice law in the State of West Virginia. For the purpose of conducting any such hearing, any member of the Racing Commission shall have or its appointed hearing examiner has the power and authority to issue subpoenas and subpoenas duces tecum as provided in section six of this article. Any such subpoenas and subpoenas duces tecum shall be issued and served within the time, for the fees and shall be enforced, as specified in section one, article five of said chapter twenty- nine-a, and all of the said section one provisions dealing with subpoenas and subpoenas duces tecum shall apply to subpoenas and subpoenas duces tecum shall apply to subpoenas and subpoenas duces tecum issued for the purpose of a hearing thereunder.
- (g) At any such hearing the person who demanded the same may represent such person's own interests or be represented by an attorney-at-law admitted to practice before any circuit court of this state. Upon request by the Racing Commission, it shall be represented at any such hearing by the Attorney General or his or her assistants without additional compensation. The Racing Commission, with the written approval of the Attorney General, may employ special counsel to represent the Racing Commission at any such hearing.
- 24 (h) After any such hearing and consideration of all of the 25 testimony, evidence and record in the case, the Racing Commission 26 shall render its decision in writing. The written decision of the

- 1 Racing Commission shall be accompanied by findings of fact and 2 conclusions of law as specified in section three, article five, 3 chapter twenty-nine-a of this code, and a copy of such decision and 4 accompanying findings and conclusions shall be served by certified 5 mail, return receipt requested, upon the person demanding such 6 hearing, and his or her attorney of record, if any. If a hearing is 7 conducted by a hearing examiner appointed by the Racing Commission, 8 he or she shall prepare a written recommended decision for the 9 commission's consideration. The Racing Commission, in its 10 discretion, may accept the recommendation in its entirety, modify 11 it, or reject it. If the Racing Commission modifies or rejects a 12 recommended decision of an appointed hearing examiner, either in 13 whole or in part, it shall issue a reasoned, articulate explanation 14 and a recitation of the underlying evidence or other matters upon 15 which it bases its decision, including findings of fact and 16 conclusions of law.
- 17 (i) The decision of the Racing Commission shall be final 18 unless reversed, vacated or modified upon judicial review thereof 19 in accordance with the provisions of section seventeen of this 20 article.

NOTE: The purpose of this bill is to create a process by which the West Virginia Racing Commission may grant stay requests pending an appeals of orders by stewards or judges. The bill permits the appointment of hearing examiners who must be licensed to practice law in the state. The bill also provides that if the Racing Commission modifies or rejects a hearing examiner's recommended decision, its order doing so must provide findings of fact, conclusions of law and set forth with specificity the reasons for the modification or rejection.

Strike-throughs indicate language that would be stricken from

the present law, and underscoring indicates new language that would be added.