Senate Bill No. 413

(By Senators Snyder, Klempa, Yost, McCabe, Unger and D. Facemire)

[Introduced February 3, 2011; referred to the Committee on Government Organization.]

A BILL to amend and reenact §19-23-5 and §19-23-6 of the Code of West Virginia, 1931, as amended, all relating to changing the title of the West Virginia Racing Commission's racing secretary to executive director.

Be it enacted by the Legislature of West Virginia:

That §19-23-5 and §19-23-6 of the Code of West Virginia, 1931,

as amended, be amended and reenacted, all to read as follows:

ARTICLE 19. HORSE AND DOG RACING.

§19-23-5. Executive director and other personnel; qualifications; terms; powers and duties; compensation and expenses.

- 1 (a) The Racing Commission shall appoint a racing secretary
- 2 <u>an executive director</u> to represent the Racing Commission

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3 and such racing secretary shall possess such who shall have 4 the powers and authority and perform such duties as the 5 Racing Commission may direct or prescribe. directs. The 6 racing secretary executive director shall preserve at the 7 Racing Commission's principal office all books, maps, records, documents and other papers of the Racing Commis-8 sion. The racing secretary executive director shall, in 9 addition to all other duties imposed upon him or her by the 1011 Racing Commission, serve in a liaison capacity between licensees and the Racing Commission. The Racing Commis-12sion may also employ, direct and define the duties of an 13assistant racing secretary executive director and such 14 stenographers, clerks and other office personnel as it may 1516deem deems necessary to carry out the duties imposed upon 17 it under the provisions of this article.

(b) In addition to the employees referred to above, the
Racing Commission shall employ, direct and define the
duties of a chief clerk, director of security, director of audit,
chief chemist, stewards to represent the Racing Commission,
supervisors of the pari-mutuel wagering conducted under the
provisions of this article, veterinarians, inspectors, accountants, guards and all other employees deemed by the Racing

25 Commission to be essential in connection with any horse or
26 dog race meeting. The director of audit shall be a certified
27 public accountant or experienced public accountant.

(c) No individual shall knowingly be employed or be
continued in employment by the Racing Commission in any
capacity whatever:

(1) Who directly or indirectly, or in any capacity, owns or
has any interest, in any manner, whatever, in any racetrack
where horse or dog race meetings may be held, including, but
not limited to, an interest as owner, lessor, lessee, stockholder or employee;

36 (2) Who at the time is or has been within one year prior,
37 thereto a member of the Legislature or an elective officer of
38 this state unless he <u>or she</u> is experienced and qualified as a
39 racing official; or

40 (3) Who has been or shall be convicted of an offense which, under the law of this state or any other state or of the United 41 42States of America, constitutes a felony or is a violation of article four, chapter sixty-one of this code. Any steward 43employed by the Racing Commission or by a licensee shall be 44 a person of integrity and experienced and qualified for such 45position by the generally accepted practices and customs of 46 47horse or dog racing in the United States.

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(d) The racing secretary executive director and all other 48 49 employees of the Racing Commission shall serve at the will 50 and pleasure of the Racing Commission. The racing secretary 51executive director and the other employees referred to in this 52section as employees of the Racing Commission shall receive such compensation as may be fixed by the Racing Commis-53 sion within the limit of available funds and shall be reim-54 bursed for all reasonable and necessary expenses actually 5556 incurred in the performance of their official duties.

57(e) All compensation and reimbursement for expenses of the members of the Racing Commission, the racing secretary 58 executive director and all other employees of the Racing 59 Commission shall be paid from the funds in the hands of the 60 61State Treasurer collected under the provisions of this article 62 and shall be itemized in the budget in the same manner as all other departments of state government. but No reimburse-63 ment for expenses incurred shall be paid unless an itemized 64 account, thereof, under oath, be is first filed with the State 65 Auditor. 66

§19-23-6. Powers and authority of Racing Commission.

The Racing Commission has full jurisdiction over and shall
 supervise all horse race meetings, all dog race meetings and

3 all persons involved in the holding or conducting of horse or
4 dog race meetings and, in this regard, it has plenary power
5 and authority:

6 (1) To investigate applicants and determine the eligibility
7 of the applicants for a license or permit or construction
8 permit under the provisions of this article;

9 (2) To fix, from time to time, the annual fee to be paid to
10 the Racing Commission for any permit required under the
11 provisions of section two of this article;

12(3) To promulgate reasonable rules and regulations implementing and making effective the provisions of this 13article and the powers and authority conferred and the 14 duties imposed upon the Racing Commission under the 1516provisions of this article, including, but not limited to, 17 reasonable rules and regulations under which all horse races, dog races, horse race meetings and dog race meetings shall 18 be held and conducted, all of which reasonable rules and 19 regulations shall be promulgated in accordance with the 20provisions of article three, chapter twenty-nine-a of this 21code *Provided*, That Provided, That in accordance with 22article three, chapter twenty-nine-a, except that the Racing 23Commission shall promulgate separate rules, in accordance 24

with article three, chapter twenty-nine-a, pertaining to the
kinds of legal combination wagers which may be placed in
connection with the pari-mutuel system of wagering authorized by this article;

(4) To register colors and assumed names and to fix, from
time to time, the annual fee to be paid to the Racing Commission for any such registration;

32 (5) To fix and regulate the minimum purse to be offered33 during any horse or dog race meeting;

34(6) To fix a minimum and a maximum number of horse races or dog races to be held on any respective racing day; 35 (7) To enter the office, horse racetrack, dog racetrack, 36 kennel, facilities and other places of business of any licensee 3738 to determine whether the provisions of this article and its 39 reasonable rules and regulations are being complied with, and for this purpose, the Racing Commission, its racing 40 41 secretary executive director, representatives and employees may visit, investigate and have free access to any such office, 42horse racetrack, dog racetrack, kennel, facilities and other 4344 places of business;

(8) To investigate alleged violations of the provisions ofthis article, its reasonable rules and regulations, orders and

47 final decisions and to take appropriate disciplinary action
48 against any licensee or permit holder or construction permit
49 holder for the violation thereof <u>a violation</u> or institute
50 appropriate legal action for the enforcement thereof <u>enforce-</u>
51 <u>ment</u> or take such disciplinary action and institute such legal
52 action;

53 (9) By reasonable rules and regulations, to authorize stewards, starters and other racing officials to impose 54 55 reasonable fines or other sanctions upon any <u>a</u> person 56 connected with or involved in any horse or dog racing or any horse or dog race meeting and to authorize stewards to rule 57off the grounds of any horse or dog racetrack any tout, 58 bookmaker or other undesirable individual determined 59 inimical to the best interests of horse and dog racing or the 60 61 pari-mutuel system of wagering in connection therewith;

(10) To require at any time the removal of any racing
official or racing employee of any licensee for the violation
of any provision of this article, any reasonable rule and
regulation of the Racing Commission or for any fraudulent
practice;

67 (11) To acquire, establish, maintain and operate, or to68 provide by contract for the maintenance and operation of, a

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69 testing laboratory and related facilities for the purpose of 70 conducting saliva, urine and other tests on the horse or dog 71 or horses or dogs run or to be run in any horse or dog race 72 meeting and to purchase all equipment and supplies consid-73 ered necessary or desirable in connection with the acquisi-74 tion, establishment, maintenance and operation of any 75 testing laboratory and related facilities and all such tests;

76 (12) To hold up, in any disputed horse or dog race, the
77 payment of any purse pending a final determination of the
78 results thereof;

(13) To require each licensee to file an annual balance sheet and profit and loss statement pertaining to the licensee's horse or dog racing activities in this state together with a list of each licensee's stockholders or other persons having any beneficial interest in the horse or dog racing activities of the licensee;

(14) To issue subpoenas for the attendance of witnesses and
subpoenas duces tecum for the production of any books,
records and other pertinent documents and to administer
oaths and affirmations to such witnesses, whenever, in the
judgment of the Racing Commission, it is necessary to do so
for the effective discharge of its duties under the provisions
of this article;

92 (15) To keep accurate and complete records of its proceed-93 ings and to certify the same as may be appropriate;

94 (16) To take any other action that may be reasonable or
95 appropriate to effectuate the provisions of this article and its
96 reasonable rules and regulations;

97 (17) To provide breeders' awards, purse supplements and
98 moneys for capital improvements at racetracks in compli99 ance with section thirteen-b of this article; and

100 (18) To mediate on site, upon request of a party, all dis-101 putes existing between the racetrack licensees located in this state and representatives of a majority of the horse owners 102and trainers licensed at the track which threaten to disrupt 103 any scheduled racing event or events. The Racing Commis-104105sion shall, upon the request of a party, mediate on site all 106 disputes existing between racetrack licensees and represen-107tatives of pari-mutuel clerks which threaten to disrupt any 108 scheduled racing event or events. When a request for mediation is made, the commission shall designate from among its 109members one person to act as mediator in each dispute that 110 111 arises. Each opposing party involved in any dispute shall 112 negotiate in good faith with the goal of reaching a fair and 113 mutual resolution. The mediator may issue recommendations

114 designed to assist each side toward reaching a fair compro-

115 mise. *Provided*, That No owner or operator or any horse

116 owner or trainer or any pari-mutuel clerk licensed at the

- 117 track may be is required to abide by any recommendation
- 118 made by any mediator acting pursuant to this subsection.
- 119 The Racing Commission shall not interfere in the internal
- 120 business or internal affairs of any licensee.

(NOTE: The purpose of this bill is to change the title of the Racing Commission's racing secretary to executive director.

Strike-throughs indicate language that would be stricken from the present law, and underscoring indicates new language that would be added.)