



General Assembly

January Session, 2013

Raised Bill No. 1072

LCO No. 4216



Referred to Committee on PUBLIC SAFETY AND SECURITY

Introduced by:
(PS)

***AN ACT CONCERNING CHARITABLE GAMES AND THE GAMING
POLICY BOARD.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 21a-1 of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2013*):

3 (a) There shall be a Department of Consumer Protection which shall
4 be under the direction and supervision of a Commissioner of
5 Consumer Protection, who shall be appointed by the Governor in
6 accordance with the provisions of sections 4-5 to 4-8, inclusive.

7 (b) The Department of Consumer Protection shall constitute a
8 successor agency, in accordance with the provisions of sections 4-38d
9 and 4-39, to the Department of Public Safety with respect to all
10 functions, powers and duties of the Department of Public Safety under
11 chapter 532. Where any order or regulation of said departments
12 conflict, the Commissioner of Consumer Protection may implement
13 policies and procedures consistent with the provisions of chapter 532
14 while in the process of adopting the policy or procedure in regulation

15 form, provided notice of intention to adopt regulations is printed in
16 the Connecticut Law Journal within twenty days of implementation.
17 The policy or procedure shall be valid until the time final regulations
18 are effective.

19 (c) The Department of Consumer Protection shall constitute a
20 successor agency to the Division of Special Revenue in accordance
21 with the provisions of sections 4-38d and 4-39. Where any order or
22 regulation of said division and department conflict, the Commissioner
23 of Consumer Protection may implement policies and procedures
24 consistent with chapters 98, 226, 438a, 529, 545, 557 and 946, while in
25 the process of adopting the policy or procedure in regulation form,
26 provided notice of intention to adopt regulations is printed in the
27 Connecticut Law Journal within twenty days of implementation. Any
28 such policy or procedure shall be valid until the time final regulations
29 are effective.

30 (d) The Department of Consumer Protection shall constitute a
31 successor agency to the Gaming Policy Board in accordance with the
32 provisions of sections 4-38d and 4-39. Where any order or regulation of
33 said board and department conflict, the Commissioner of Consumer
34 Protection may implement policies and procedures consistent with
35 chapters 98, 226 and 545 while in the process of adopting the policy or
36 procedure in regulation form, provided notice of intention to adopt
37 regulations is printed in the Connecticut Law Journal within twenty
38 days of implementation. Any such policy or procedure shall be valid
39 until the time final regulations are effective.

40 Sec. 2. Subsection (a) of section 1-83 of the general statutes is
41 repealed and the following is substituted in lieu thereof (*Effective July*
42 *1, 2013*):

43 (a) (1) All state-wide elected officers, members of the General
44 Assembly, department heads and their deputies, [members of the
45 Gaming Policy Board,] members or directors of each quasi-public

46 agency, members of the Investment Advisory Council, state marshals
47 and such members of the Executive Department and such employees
48 of quasi-public agencies as the Governor shall require, shall file, under
49 penalty of false statement, a statement of financial interests for the
50 preceding calendar year with the Office of State Ethics on or before the
51 May first next in any year in which they hold such a position. Any
52 such individual who leaves his or her office or position shall file a
53 statement of financial interests covering that portion of the year during
54 which such individual held his or her office or position. The Office of
55 State Ethics shall notify such individuals of the requirements of this
56 subsection not later than thirty days after their departure from such
57 office or position. Such individuals shall file such statement within
58 sixty days after receipt of the notification.

59 (2) Each state agency, department, board and commission shall
60 develop and implement, in cooperation with the Office of State Ethics,
61 an ethics statement as it relates to the mission of the agency,
62 department, board or commission. The executive head of each such
63 agency, department, board or commission shall be directly responsible
64 for the development and enforcement of such ethics statement and
65 shall file a copy of such ethics statement with the Department of
66 Administrative Services and the Office of State Ethics.

67 Sec. 3. Subsection (d) of section 1-84 of the general statutes is
68 repealed and the following is substituted in lieu thereof (*Effective July*
69 *1, 2013*):

70 (d) No public official or state employee or employee of such public
71 official or state employee shall agree to accept, or be a member or
72 employee of a partnership, association, professional corporation or
73 sole proprietorship which partnership, association, professional
74 corporation or sole proprietorship agrees to accept any employment,
75 fee or other thing of value, or portion thereof, for appearing, agreeing
76 to appear, or taking any other action on behalf of another person
77 before the Department of Banking, the Claims Commissioner, the

78 Office of Health Care Access division within the Department of Public
79 Health, the Insurance Department, the Department of Consumer
80 Protection, the Department of Motor Vehicles, the State Insurance and
81 Risk Management Board, the Department of Energy and
82 Environmental Protection, the Public Utilities Regulatory Authority,
83 the Connecticut Siting Council [, the Gaming Policy Board within the
84 Department of Consumer Protection] or the Connecticut Real Estate
85 Commission; provided this shall not prohibit any such person from
86 making inquiry for information on behalf of another before any of said
87 commissions or commissioners if no fee or reward is given or
88 promised in consequence thereof. For the purpose of this subsection,
89 partnerships, associations, professional corporations or sole
90 proprietorships refer only to such partnerships, associations,
91 professional corporations or sole proprietorships which have been
92 formed to carry on the business or profession directly relating to the
93 employment, appearing, agreeing to appear or taking of action
94 provided for in this subsection. Nothing in this subsection shall
95 prohibit any employment, appearing, agreeing to appear or taking
96 action before any municipal board, commission or council. Nothing in
97 this subsection shall be construed as applying (1) to the actions of any
98 teaching or research professional employee of a public institution of
99 higher education if such actions are not in violation of any other
100 provision of this chapter, (2) to the actions of any other professional
101 employee of a public institution of higher education if such actions are
102 not compensated and are not in violation of any other provision of this
103 chapter, (3) to any member of a board or commission who receives no
104 compensation other than per diem payments or reimbursement for
105 actual or necessary expenses, or both, incurred in the performance of
106 the member's duties, or (4) to any member or director of a quasi-public
107 agency. Notwithstanding the provisions of this subsection to the
108 contrary, a legislator, an officer of the General Assembly or part-time
109 legislative employee may be or become a member or employee of a
110 firm, partnership, association or professional corporation which
111 represents clients for compensation before agencies listed in this

112 subsection, provided the legislator, officer of the General Assembly or
113 part-time legislative employee shall take no part in any matter
114 involving the agency listed in this subsection and shall not receive
115 compensation from any such matter. Receipt of a previously
116 established salary, not based on the current or anticipated business of
117 the firm, partnership, association or professional corporation involving
118 the agencies listed in this subsection, shall be permitted.

119 Sec. 4. Subsections (c) to (e), inclusive, of section 1-84b of the general
120 statutes are repealed and the following are substituted in lieu thereof
121 (*Effective July 1, 2013*):

122 (c) The provisions of this subsection apply to present or former
123 executive branch public officials or state employees who hold or
124 formerly held positions which involve significant decision-making or
125 supervisory responsibility and are designated as such by the Office of
126 State Ethics in consultation with the agency concerned except that such
127 provisions shall not apply to members or former members of the
128 boards or commissions who serve ex officio, who are required by
129 statute to represent the regulated industry or who are permitted by
130 statute to have a past or present affiliation with the regulated industry.
131 Designation of positions subject to the provisions of this subsection
132 shall be by regulations adopted by the Citizen's Ethics Advisory Board
133 in accordance with chapter 54. As used in this subsection, "agency"
134 means the Office of Health Care Access division within the
135 Department of Public Health, the Connecticut Siting Council, the
136 Department of Banking, the Insurance Department, the Department of
137 Emergency Services and Public Protection, the office within the
138 Department of Consumer Protection that carries out the duties and
139 responsibilities of sections 30-2 to 30-68m, inclusive, the Public Utilities
140 Regulatory Authority, including the Office of Consumer Counsel []
141 and the Department of Consumer Protection [and the Gaming Policy
142 Board] and the term "employment" means professional services or
143 other services rendered as an employee or as an independent
144 contractor.

145 (1) No public official or state employee in an executive branch
146 position designated by the Office of State Ethics shall negotiate for,
147 seek or accept employment with any business subject to regulation by
148 his agency.

149 (2) No former public official or state employee who held such a
150 position in the executive branch shall within one year after leaving an
151 agency, accept employment with a business subject to regulation by
152 that agency.

153 (3) No business shall employ a present or former public official or
154 state employee in violation of this subsection.

155 (d) The provisions of subsection (e) of this section apply to (1)
156 present or former [Gaming Policy Board or] Department of Consumer
157 Protection public officials or state employees who hold or formerly
158 held positions which involve significant decision-making or
159 supervisory responsibility and are designated as such by the Office of
160 State Ethics, in consultation with the agency concerned, and (2) present
161 or former public officials or state employees of other agencies who
162 hold or formerly held positions which involve significant decision-
163 making or supervisory responsibility concerning the regulation or
164 investigation of (A) any business entity (i) engaged in Indian gaming
165 operations in the state, and (ii) in which a federally-recognized Indian
166 tribe in the state owns a controlling interest, or (B) a governmental
167 agency of a federally-recognized Indian tribe engaged in Indian
168 gaming operations in the state, which positions are designated as such
169 by the Office of State Ethics, in consultation with the agency
170 concerned. Designation of positions subject to the provisions of this
171 subsection shall be by regulations adopted by the Citizen's Ethics
172 Advisory Board in accordance with chapter 54. As used in subsection
173 (e) of this section, the term "employment" means professional services
174 or other services rendered as an employee or as an independent
175 contractor.

176 (e) (1) No [Gaming Policy Board or] Department of Consumer
177 Protection public official or state employee or other public official or
178 state employee described in subdivision (2) of subsection (d) of this
179 section, in a position designated by the Office of State Ethics, shall
180 negotiate for, seek or accept employment with (A) a business entity (i)
181 engaged in Indian gaming operations in the state, and (ii) in which a
182 federally-recognized Indian tribe in the state owns a controlling
183 interest, or (B) a governmental agency of a federally-recognized Indian
184 tribe engaged in Indian gaming operations in the state.

185 (2) No former [Gaming Policy Board or] Department of Consumer
186 Protection public official or state employee or other former public
187 official or state employee described in subdivision (2) of subsection (d)
188 of this section, who held such a position shall, within two years after
189 leaving such agency, accept employment with (A) a business entity (i)
190 engaged in Indian gaming operations in the state, and (ii) in which a
191 federally-recognized Indian tribe in the state owns a controlling
192 interest, or (B) a governmental agency of a federally-recognized Indian
193 tribe engaged in Indian gaming operations in the state.

194 Sec. 5. Subsections (b) and (c) of section 4-9a of the general statutes
195 are repealed and the following are substituted in lieu thereof (*Effective*
196 *July 1, 2013*):

197 (b) Public members shall constitute not less than one-third of the
198 members of each board and commission within the Executive
199 Department, except [the Gaming Policy Board and] the Commission on
200 Human Rights and Opportunities. Public member means an elector of
201 the state who has no substantial financial interest in, is not employed
202 in or by, and is not professionally affiliated with, any industry,
203 profession, occupation, trade or institution regulated or licensed by the
204 relevant board or commission, and who has had no professional
205 affiliation with any such industry, profession, occupation, trade or
206 institution for three years preceding his appointment to the board or
207 commission. Except as otherwise specifically provided by the general

208 statutes, this section shall not apply to the Commission on Fire
209 Prevention and Control, boards and commissions the membership of
210 which is entirely composed of state department heads, elected officials
211 or deputies appointed by such department heads or where the
212 membership of such board or commission is determined in accordance
213 with the provisions of any federal law.

214 (c) Notwithstanding any provision of law, the term of each member
215 of each board and commission within the executive branch, except the
216 State Board of Education, the Board of Regents for Higher Education,
217 [the Gaming Policy Board,] the Commission on Human Rights and
218 Opportunities, the State Elections Enforcement Commission, the State
219 Properties Review Board, the Citizen's Ethics Advisory Board, the
220 Commission on Medicolegal Investigations, the Psychiatric Security
221 Review Board, the Commission on Fire Prevention and Control, the E
222 9-1-1 Commission, the Culture and Tourism Advisory Committee, and
223 the board of trustees of each constituent unit of the state system of
224 higher education, commencing on or after July 1, 1979, shall be
225 coterminous with the term of the Governor or until a successor is
226 chosen, whichever is later.

227 Sec. 6. Subsection (c) of section 7-169 of the general statutes is
228 repealed and the following is substituted in lieu thereof (*Effective July*
229 *1, 2013*):

230 (c) The Commissioner of Consumer Protection [, with the advice
231 and consent of the Gaming Policy Board,] shall adopt, in accordance
232 with the provisions of chapter 54, such regulations as are necessary to
233 effectively carry out the provisions of this section and section 7-169a in
234 order to prevent fraud and protect the public, which regulations shall
235 have the effect of law.

236 Sec. 7. Subsection (k) of section 7-169 of the general statutes is
237 repealed and the following is substituted in lieu thereof (*Effective July*
238 *1, 2013*):

239 (k) (1) Whenever it appears to the commissioner after an
240 investigation that any person is violating or is about to violate any
241 provision of this section or section 7-169a or administrative regulations
242 issued pursuant thereto, the commissioner may in his or her discretion,
243 to protect the public welfare, order that any permit issued pursuant to
244 this section be immediately suspended or revoked and that the person
245 cease and desist from the actions constituting such violation or which
246 would constitute such violation. After such an order is issued, the
247 person named therein may, not later than fourteen days after receipt of
248 the order, file a written request for a hearing. Such hearing shall be
249 held in accordance with the provisions of chapter 54.

250 (2) Whenever the commissioner finds as the result of an
251 investigation that any person has violated any provision of this section
252 or section 7-169a or administrative regulations issued pursuant thereto
253 or made any false statement in any application for a permit or in any
254 report required by this section or section 7-169a or by the
255 commissioner, the commissioner may send a notice to such person by
256 certified mail, return receipt requested. Any such notice shall include
257 (A) a reference to the section or regulation alleged to have been
258 violated or the application or report in which an alleged false
259 statement was made, (B) a short and plain statement of the matter
260 asserted or charged, (C) the fact that any permit issued pursuant to this
261 section may be suspended or revoked for such violation or false
262 statement and the maximum penalty that may be imposed for such
263 violation or false statement, and (D) the time and place for the hearing.
264 Such hearing shall be fixed for a date not earlier than thirty days after
265 the notice is mailed.

266 (3) The commissioner shall hold a hearing upon the charges made
267 unless such person fails to appear at the hearing. Such hearing shall be
268 held in accordance with the provisions of chapter 54. If such person
269 fails to appear at the hearing or if, after the hearing, the commissioner
270 finds that such person committed such a violation or made such a false
271 statement, the commissioner may, in his or her discretion, suspend or

272 revoke such permit and order that a civil penalty of not more than two
273 hundred dollars be imposed upon such person for such violation or
274 false statement. The commissioner shall send a copy of any order
275 issued pursuant to this subdivision by certified mail, return receipt
276 requested, to any person named in such order. Any person aggrieved
277 by a decision of the commissioner under this subdivision shall have a
278 right of appeal [to the Gaming Policy Board for a hearing. Any person
279 aggrieved by a decision of the Gaming Policy Board shall have a right
280 of appeal] pursuant to section 4-183.

281 (4) Whenever the commissioner revokes a permit issued pursuant to
282 this section, he or she shall not issue any permit to such permittee for
283 one year after the date of such revocation.

284 (5) Any person who promotes or operates any bingo game without
285 a permit therefor, or who violates any provision of this section or
286 section 7-169a or administrative regulations issued pursuant thereto,
287 or who makes any false statement in any application for a permit or in
288 any report required by this section or section 7-169a or by the
289 commissioner shall be guilty of a class D misdemeanor.

290 Sec. 8. Subsection (d) of section 7-169c of the general statutes is
291 repealed and the following is substituted in lieu thereof (*Effective July*
292 *1, 2013*):

293 (d) The Commissioner of Consumer Protection [, with the advice
294 and consent of the Gaming Policy Board,] shall adopt [, in accordance
295 with the provisions of chapter 54,] such regulations, in accordance
296 with chapter 54, as are necessary effectively to carry out the provisions
297 of this section in order to prevent fraud and protect the public, which
298 regulations shall have the effect of law.

299 Sec. 9. Subsection (d) of section 7-169e of the general statutes is
300 repealed and the following is substituted in lieu thereof (*Effective July*
301 *1, 2013*):

302 (d) The Commissioner of Consumer Protection [, in consultation
303 with the Gaming Policy Board,] shall adopt regulations, in accordance
304 with chapter 54, to implement the provisions of this section in order to
305 prevent fraud and protect the public.

306 Sec. 10. Section 7-169h of the general statutes is repealed and the
307 following is substituted in lieu thereof (*Effective July 1, 2013*):

308 (a) For the purposes of this section and section 7-169i:

309 (1) "Commissioner" means the Commissioner of Consumer
310 Protection;

311 (2) "Department" means the Department of Consumer Protection;

312 (3) "Sealed ticket" means a card with tabs which, when pulled,
313 expose pictures of various objects, symbols or numbers and which
314 entitles the holder of the ticket to receive a prize if the combination of
315 objects, symbols or numbers pictured matches what is determined to
316 be a winning combination;

317 (4) "Distributor" means a person who [is a resident of this state and]
318 is registered with the department to provide services related to the sale
319 and distribution of sealed tickets to any organization permitted to sell
320 sealed tickets by the department; and

321 (5) "Manufacturer" means a person who is registered with the
322 department and who manufactures or assembles sealed tickets from
323 raw materials, supplies or subparts.

324 (b) No person shall sell, offer for sale or distribute a sealed ticket
325 who has not applied for and received a permit from the department to
326 sell sealed tickets.

327 (c) No organization permitted to sell sealed tickets in this state shall
328 purchase sealed tickets from anyone other than a distributor.

329 (d) A distributor shall not purchase sealed tickets for sale or use in
330 this state from any person except a manufacturer. A distributor shall
331 have a physical office in this state and such office shall be subject to
332 inspection by the commissioner or the commissioner's duly designated
333 agent during normal business hours. No organization or group or any
334 person affiliated with an organization or group permitted to sell sealed
335 tickets under this section shall be permitted to be a distributor.

336 (e) A manufacturer shall not sell sealed tickets to any person in this
337 state except a distributor.

338 (f) All sealed tickets purchased by a distributor for sale or use in this
339 state shall be stored or warehoused in this state prior to their sale to
340 any organization permitted to sell sealed tickets.

341 (g) All sealed tickets sold in this state shall meet the standards on
342 pull-tabs adopted by the North American Gaming Regulators
343 Association.

344 (h) (1) The department may issue a permit to sell sealed tickets to
345 any organization or group specified in subsection (d) of section 7-169
346 which holds a bingo permit issued in accordance with the provisions
347 of section 7-169, as amended by this act. Such permit shall be renewed
348 annually.

349 (2) The department may issue a permit to sell sealed tickets to any
350 organization or group specified in subsection (d) of section 7-169
351 which holds a club permit or nonprofit club permit under the
352 provisions of chapter 545. Such permit shall be renewed annually.

353 (3) The department may issue a permit to sell sealed tickets to any
354 organization or group specified in section 7-172 which holds a permit
355 to operate a bazaar, issued in accordance with the provisions of
356 sections 7-170 to 7-186, inclusive.

357 (4) The department may issue a permit to sell sealed tickets to any

358 charitable, civic, educational, fraternal, veterans' or religious
359 organization, volunteer fire department or grange authorizing such
360 organization to sell sealed tickets in conjunction with any social
361 function or event sponsored or conducted by such organization. Any
362 such organization shall have been organized for not less than two
363 years prior to the date of its application for such permit. Such permit
364 shall be renewed annually.

365 (i) On and after July 1, 2011, the department may sell any sealed
366 tickets it has in its possession as of said date, provided it does not
367 purchase any new sealed tickets after said date. Permittees shall
368 purchase such sealed tickets from the department at a cost which is
369 equal to ten per cent of their resale value, until the department's
370 supply of sealed tickets has been fully depleted. After the department's
371 supply of sealed tickets has been fully depleted, permittees shall
372 purchase such sealed tickets from a distributor at a cost which [is equal
373 to] does not exceed ten per cent of their resale value. Each such
374 distributor shall remit thirty per cent of its gross revenue derived from
375 such purchase fees to the State Treasurer on a quarterly basis.

376 (j) Each applicant for registration as a manufacturer or distributor
377 shall apply to the commissioner on such forms as the commissioner
378 prescribes. A distributor's application shall be accompanied by an
379 annual fee of two thousand five hundred dollars, payable to the State
380 Treasurer, and a manufacturer's application shall be accompanied by
381 an annual fee of five thousand dollars, payable to the State Treasurer.
382 Each applicant for an initial manufacturer or distributor registration
383 shall submit to state and national criminal history records checks
384 conducted in accordance with section 29-17a before such registration is
385 issued.

386 (k) Notwithstanding the provisions of subsection (b) of section 53-
387 278b and subsection (d) of section 53-278c, sealed tickets may be sold,
388 offered for sale, displayed or open to public view only (1) during the
389 course of a bingo game conducted in accordance with the provisions of

390 section 7-169, as amended by this act, and only at the location at which
391 such bingo game is conducted, (2) on the premises of any such
392 organization or group specified in subdivision (2) of subsection (h) of
393 this section, (3) during the conduct of a bazaar under the provisions of
394 sections 7-170 to 7-186, inclusive, or (4) in conjunction with any social
395 function or event sponsored or conducted by any such organization
396 specified in subdivision (4) of subsection (h) of this section. Subject to
397 the provisions of section 7-169i, permittees may utilize a mechanical or
398 electronic ticket dispensing machine approved by the department to
399 sell sealed tickets. Sealed tickets shall not be sold to any person less
400 than eighteen years of age. All proceeds from the sale of tickets shall be
401 used for a charitable purpose, as defined in section 21a-190a.

402 (l) The fee for a permit to sell sealed tickets (1) issued to an
403 organization authorized to conduct bingo under a "Class A" or "Class
404 C" permit or to an organization specified in subdivision (4) of
405 subsection (h) of this section in conjunction with any social function or
406 event sponsored or conducted by such organization shall be fifty
407 dollars, (2) issued to an organization which holds a club permit or
408 nonprofit club permit under the provisions of chapter 545 shall be
409 seventy-five dollars, and (3) issued to an organization authorized to
410 conduct bingo under a "Class B" permit or an organization which
411 holds a permit to operate a bazaar shall be five dollars per day.

412 (m) The commissioner [, with the advice and consent of the Gaming
413 Policy Board,] shall adopt regulations in accordance with the
414 provisions of chapter 54 to carry out the purposes of this section
415 including, but not limited to, regulations concerning (1) qualifications
416 of a charitable organization, (2) the price at which the charitable
417 organization shall resell tickets, (3) information required on the ticket,
418 including, but not limited to, the price per ticket, (4) the percentage
419 retained by the organization as profit, which shall be at least ten per
420 cent of the resale value of tickets sold, (5) the percentage of the resale
421 value of tickets to be awarded as prizes, which shall be at least forty-
422 five per cent, (6) apportionment of revenues received by the

423 department from the sale of tickets, and (7) investigations of any
424 charitable organization seeking a permit.

425 (n) (1) Whenever it appears to the commissioner after an
426 investigation that any person is violating or is about to violate any
427 provision of this section or administrative regulations issued pursuant
428 thereto, the commissioner may in his or her discretion, to protect the
429 public welfare, order that any registration or permit issued pursuant to
430 this section be immediately suspended or revoked and that the person
431 cease and desist from the actions constituting such violation or which
432 would constitute such violation. After such an order is issued, the
433 person named therein may, within fourteen days after receipt of the
434 order, file a written request for a hearing. Such hearing shall be held in
435 accordance with the provisions of chapter 54.

436 (2) Whenever the commissioner finds as the result of an
437 investigation that any person has violated any provision of this section
438 or administrative regulations issued pursuant thereto or made any
439 false statement in any application for a registration or permit or in any
440 report required by the commissioner, the commissioner may send a
441 notice to such person by certified mail, return receipt requested. Any
442 such notice shall include (A) a reference to the section or regulation
443 alleged to have been violated or the application or report in which an
444 alleged false statement was made, (B) a short and plain statement of
445 the matter asserted or charged, (C) the fact that any permit issued
446 pursuant to this section may be suspended or revoked for such
447 violation or false statement and the maximum penalty that may be
448 imposed for such violation or false statement, and (D) the time and
449 place for the hearing. Such hearing shall be fixed for a date not earlier
450 than fourteen days after the notice is mailed.

451 (3) The commissioner shall hold a hearing upon the charges made
452 unless such person fails to appear at the hearing. Such hearing shall be
453 held in accordance with the provisions of chapter 54. If such person
454 fails to appear at the hearing or if, after the hearing, the commissioner

455 finds that such person committed such a violation or made such a false
456 statement, the commissioner may, in his or her discretion, suspend or
457 revoke such registration or permit and order that a civil penalty of not
458 more than five hundred dollars be imposed upon such person for such
459 violation or false statement. The commissioner shall send a copy of any
460 order issued pursuant to this subdivision by certified mail, return
461 receipt requested, to any person named in such order. Any person
462 aggrieved by a decision of the commissioner under this subdivision
463 shall have a right of appeal [to the Gaming Policy Board for a hearing.
464 Any person aggrieved by a decision of the Gaming Policy Board shall
465 have a right of appeal] pursuant to section 4-183.

466 (4) Whenever the commissioner revokes a registration or permit
467 issued pursuant to this section, he or she shall not issue any
468 registration or permit to such registrant or permittee for one year after
469 the date of such revocation.

470 Sec. 11. Section 7-173 of the general statutes is repealed and the
471 following is substituted in lieu thereof (*Effective July 1, 2013*):

472 Any organization desiring to operate a bazaar or raffle in a
473 municipality which has adopted the provisions of sections 7-170 to 7-
474 186, inclusive, shall make application in duplicate, duly executed and
475 verified, to the chief of police of any municipality having a police
476 department or to the chief executive officer of any town in which there
477 is no police department, on a form to be prescribed by the
478 Commissioner of Consumer Protection, in which shall be stated (a) the
479 name and address of the applicant; (b) facts relating to its
480 incorporation or organization; (c) the names, titles and addresses of its
481 officers; (d) the kind of bazaar or raffle intended to be held, operated
482 and conducted by the applicant; (e) the place where such bazaar or
483 raffle is intended to be conducted by the applicant under the permit
484 applied for; (f) the date or dates and the time or times when such
485 bazaar or raffle is intended to be conducted by the applicant under the
486 permit applied for; (g) in the case of a raffle, the number and price of

487 tickets intended to be sold; (h) the items of expense intended to be
488 incurred or paid in connection with the holding, operating and
489 conducting of such bazaar or raffle and the names and addresses of the
490 persons to whom, and the purposes for which, they are to be paid; (i)
491 the items of merchandise offered, the price to be paid by the
492 organization therefor or the retail value of any prize donated, and the
493 names and addresses of the persons from whom purchased or by
494 whom donated; (j) the specific purposes to which the entire net
495 proceeds of such bazaar or raffle are to be devoted and in what
496 manner; and (k) any other information which the commissioner
497 reasonably requires for the protection of the public. In each application
498 there shall be designated three active members of the applicant under
499 whom the bazaar or raffle described in the application is to be held,
500 operated and conducted and to the application shall be appended a
501 statement signed, under penalty of false statement, by such members
502 so designated that they are electors of the municipality in which the
503 permit is sought and will be responsible for the holding, operation and
504 conduct of such bazaar or raffle in accordance with the terms of the
505 permit and the provisions of said sections, and that the statements
506 contained in the application are, to the best of their knowledge and
507 belief, true. Such chief of police or chief executive officer, as the case
508 may be, shall, at least five business days prior to the date of such
509 bazaar or raffle, forward the original copy of such application to said
510 commissioner who shall review such application to determine whether
511 the applicant is qualified to hold, operate and conduct a bazaar or
512 raffle under the provisions of sections 7-170 to 7-186, inclusive, or any
513 regulations adopted pursuant thereto, and whether other requirements
514 in said statutes and regulations have been satisfied. [For the purposes
515 of applying for a "Class No. 7" permit, authorized pursuant to section
516 7-175, the application required pursuant to this section shall be made
517 to the Commissioner of Consumer Protection.]

518 Sec. 12. Section 7-174 of the general statutes is repealed and the
519 following is substituted in lieu thereof (*Effective July 1, 2013*):

520 Such chief of police or chief executive officer, as the case may be,
521 shall, on behalf of the Commissioner of Consumer Protection, make or
522 cause to be made an investigation of the qualifications of the applicant
523 and the facts stated in the application and, if such chief of police or
524 chief executive officer determines that the applicant is qualified to
525 hold, operate and conduct a bazaar or raffle under the provisions of
526 sections 7-170 to 7-186, inclusive, that the members of the applicant
527 designated in the application to hold, operate or conduct such bazaar
528 or raffle are electors of such municipality, bona fide active members of
529 the applicant and persons of good moral character and have never
530 been convicted of a felony and that such bazaar or raffle is to be held,
531 operated and conducted in accordance with the provisions of said
532 sections, such chief of police or chief executive officer shall, with the
533 approval of the commissioner, issue a permit to such applicant. Upon
534 issuing such permit, such chief of police or chief executive officer shall
535 forward to the commissioner the state's share of the permit fee, if any.
536 [Any investigation required pursuant to this section of the
537 qualifications of an applicant for a "Class No. 7" permit, authorized
538 pursuant to section 7-175, shall be made by the Commissioner of
539 Consumer Protection.]

540 Sec. 13. Section 7-175 of the general statutes is repealed and the
541 following is substituted in lieu thereof (*Effective July 1, 2013*):

542 Permits under the provisions of sections 7-170 to 7-186, inclusive,
543 shall be of [~~seven~~] five kinds. "Class No. 1" permits shall allow the
544 operation of a raffle which shall be consummated within three months
545 of the granting of the permit and the aggregate value of the prize or
546 prizes offered shall be not more than [~~fifteen~~] twenty-five thousand
547 dollars. "Class No. 2" permits shall allow the operation of a raffle
548 which shall be consummated within [~~two~~] six months of the granting
549 of the permit and the aggregate value of the prize or prizes offered
550 shall be not more than [~~two~~] fifty thousand dollars. "Class No. 3"
551 permits shall allow the operation of a raffle which shall be
552 consummated within one year of the granting of the permit and the

553 aggregate value of the prize or prizes offered shall be not more than
554 one hundred thousand dollars. "Class No. [3] 4" permits shall [permit]
555 allow the operation of a bazaar for a period of not more than ten
556 consecutive days, excluding legal holidays and holy days on which the
557 bazaar is not functioning. Any bazaar held under the authority of any
558 such permit shall be held within six months of the granting of such
559 permit. ["Class No. 4" permits shall allow the operation of a raffle
560 which shall be consummated within one month of the granting of the
561 permit and the aggregate value of the prize or prizes offered shall be
562 not more than one hundred dollars. "Class No. 5" permits shall allow
563 the operation of a raffle which shall be consummated within nine
564 months of the granting of the permit and the aggregate value of the
565 prize or prizes offered shall be not more than fifty thousand dollars.
566 "Class No. 6" permits shall allow the operation of a raffle which shall
567 be consummated within one year of the granting of the permit and the
568 aggregate value of the prize or prizes offered shall be not more than
569 one hundred thousand dollars. "Class No. 7" permits shall allow the
570 operation of a raffle which shall be consummated within fifteen
571 months of the granting of the permit, shall allow no more than twelve
572 prize drawings on separate dates and the aggregate value of the prize
573 or prizes offered shall be not more than fifty thousand dollars.] "Class
574 No. 5" permits shall allow the operation of an unlimited number of
575 single-day bazaars held during special events, including, but not
576 limited to, athletic events, conducted by the permittee. Any special
577 event bazaar held under the authority of such permit shall be held
578 within one year of the granting of such permit. No more than [one]
579 twelve "Class No. 1" permits, [permit, two] twelve "Class No. 2"
580 permits, twelve "Class No. 3" permits, [one] twelve "Class No. 4"
581 [permit] permits, or one [, five] "Class No. 5" [permits, five "Class No.
582 6" permits or three "Class No. 2" permits] permit shall be issued to any
583 qualifying organization within any one calendar year. The aggregate
584 value of prizes offered under any of such permits shall represent the
585 amount paid by the applicant for the prize or prizes or the retail value
586 of the same if donated.

587 Sec. 14. Section 7-176 of the general statutes is repealed and the
588 following is substituted in lieu thereof (*Effective July 1, 2013*):

589 The fees to be charged for permits shall be as follows: A "Class No.
590 1" permit, [~~fifty~~] forty dollars, [~~twenty-five~~] twenty dollars to be
591 retained by the municipality and [~~twenty-five~~] twenty dollars to be
592 remitted to the state; a "Class No. 2" permit, [~~twenty~~] eighty dollars,
593 [~~ten~~] forty dollars to be retained by the municipality and [~~ten~~] forty
594 dollars to be remitted to the state; a "Class No. 3" permit, [~~twenty~~
595 dollars] one hundred dollars, fifty dollars to be retained by the
596 municipality and fifty dollars to be remitted to the state; a "Class No. 4"
597 permit, twenty dollars for each day of the bazaar, ten dollars to be
598 retained by the municipality and ten dollars to be remitted to the state;
599 [a "Class No. 4" permit, five dollars, to be retained by the
600 municipality;] and a "Class No. 5" permit, eighty dollars, forty dollars
601 to be retained by the municipality and forty dollars to be remitted to
602 the state. [; a "Class No. 6" permit, one hundred dollars, fifty dollars to
603 be retained by the municipality and fifty dollars remitted to the state
604 and a "Class No. 7" permit, one hundred dollars to be retained by the
605 state.]

606 Sec. 15. Subsections (a) and (b) of section 7-177a of the general
607 statutes are repealed and the following is substituted in lieu thereof
608 (*Effective July 1, 2013*):

609 (a) Any sponsoring organization with a "Class No. 1" [, "Class No.
610 2", or "Class No. 4"] permit that is qualified to conduct a raffle under
611 section 7-172 or 7-185a, as amended by this act, may conduct a frog-
612 race, duck-race or traditional raffle and may award cash prizes to
613 participants in such a raffle in addition to those prizes authorized
614 under section 7-177.

615 (b) Any sponsoring organization with a "Class No. [~~6~~] 3" permit that
616 is qualified to conduct a raffle under section 7-172 or 7-185a, as
617 amended by this act, may conduct a golf ball-drop raffle and may

618 award cash prizes to participants in such a raffle in addition to those
619 prizes authorized under section 7-177.

620 Sec. 16. Subsection (a) of section 7-178 of the general statutes is
621 repealed and the following is substituted in lieu thereof (*Effective July*
622 *1, 2013*):

623 (a) No bazaar or raffle shall be conducted with any equipment
624 except such as is owned absolutely or used without payment of any
625 compensation therefor by the permittee or as is rented from a dealer in
626 such equipment who (1) has a principal place of business in this state,
627 and (2) is registered with the Commissioner of Consumer Protection in
628 such manner and on such form as he may prescribe, which form shall
629 be accompanied by an annual fee of three hundred seventy-five dollars
630 payable to the Treasurer of the state of Connecticut. No item of
631 expense shall be incurred or paid in connection with the holding,
632 operating or conducting of any bazaar or raffle pursuant to any permit
633 issued under sections 7-170 to 7-186, inclusive, except such as are bona
634 fide items of reasonable amount for goods, wares and merchandise
635 furnished or services rendered, which are reasonably necessary to be
636 purchased or furnished for the holding, operating or conducting
637 thereof, and no commission, salary, compensation, reward or
638 recompense whatever shall be paid or given, directly or indirectly, to
639 any person holding, operating or conducting, or assisting in the
640 holding, operation or conduct of, any such bazaar or raffle. Each raffle
641 ticket shall have printed thereon the time, date and place of the raffle,
642 the three most valuable prizes to be awarded and the total number of
643 prizes to be awarded as specified on the form prescribed in section 7-
644 173, as amended by this act. [In addition to any other information
645 required under this section to be printed on a raffle ticket, each ticket
646 for a raffle authorized pursuant to a "Class No. 7" permit shall have
647 printed thereon the time, date and place of each raffle drawing.]

648 Sec. 17. Subsection (c) of section 7-181 of the general statutes is
649 repealed and the following is substituted in lieu thereof (*Effective July*

650 1, 2013):

651 (c) The commissioner shall hold a hearing upon the charges made
652 unless such person fails to appear at the hearing. Such hearing shall be
653 held in accordance with the provisions of chapter 54. If such person
654 fails to appear at the hearing or if, after the hearing, the commissioner
655 finds that such person committed such a violation or made such a false
656 statement, the commissioner may, in his discretion, suspend or revoke
657 such registration or permit and order that a civil penalty of not more
658 than two hundred dollars be imposed upon such person for such
659 violation or false statement. The commissioner shall send a copy of any
660 order issued pursuant to this subsection by certified mail, return
661 receipt requested, to any person named in such order. Any person
662 aggrieved by a decision of the commissioner under this subsection
663 shall have a right of appeal [to the Gaming Policy Board for a hearing.
664 Any person aggrieved by a decision of the Gaming Policy Board shall
665 have a right of appeal] pursuant to section 4-183.

666 Sec. 18. Section 7-182 of the general statutes is repealed and the
667 following is substituted in lieu thereof (*Effective July 1, 2013*):

668 Any sponsoring organization that holds, operates or conducts any
669 bazaar or raffle, and its members who were in charge thereof, shall
670 furnish to the chief of police of the municipality or to the chief
671 executive officer, as the case may be, a verified statement, in duplicate,
672 showing (1) the amount of the gross receipts derived from each bazaar
673 or raffle, (2) in the case of a raffle, the number and price of tickets sold,
674 (3) each item of expense incurred or paid, and each item of
675 expenditure made or to be made and the name and address of each
676 person to whom each such item has been or is to be paid, (4) the net
677 profit derived from each bazaar or raffle and the uses to which the net
678 profit has been or is to be applied, and (5) a list of prizes of a retail
679 value of fifty dollars or more offered or given with the amount paid for
680 each prize purchased or the retail value for each prize donated and the
681 names and addresses of the persons to whom the prizes were given.

682 Such report shall be furnished during the next succeeding month. The
683 chief of police or chief executive officer, as the case may be, shall
684 forward the original copy of such report to the Commissioner of
685 Consumer Protection, who shall keep it on file and available for public
686 inspection for a period of one year thereafter. The sponsoring
687 organization shall maintain and keep any books and records that may
688 be necessary to substantiate the particulars of such report, which books
689 and records shall be preserved for at least one year from the date of
690 such report and shall be available for inspection. Such report shall be
691 certified to under penalty of false statement by the three persons
692 designated in the permit application as being responsible for the
693 bazaar or raffle. [The report required pursuant to this section for a
694 "Class No. 7" raffle, authorized pursuant to section 7-175, shall be
695 submitted to the Commissioner of Consumer Protection during the
696 next succeeding month following the final prize drawing.]

697 Sec. 19. Section 7-185 of the general statutes is repealed and the
698 following is substituted in lieu thereof (*Effective July 1, 2013*):

699 The Commissioner of Consumer Protection [, with the advice and
700 consent of the Gaming Policy Board,] shall adopt, in accordance with
701 the provisions of chapter 54, such regulations as are necessary to
702 effectuate the provisions of sections 7-170 to 7-186, inclusive, in order
703 to prevent fraud and protect the public, which regulations shall have
704 the effect of law.

705 Sec. 20. Section 7-185a of the general statutes is repealed and the
706 following is substituted in lieu thereof (*Effective July 1, 2013*):

707 (a) Notwithstanding the provisions of sections 7-170 to 7-186,
708 inclusive, and the regulations adopted thereunder, any organized
709 church, volunteer fire company or veterans organization or association
710 conducting a bazaar or raffle, (1) [may have the actual drawing of the
711 raffle in a municipality other than the municipality which grants the
712 permit, provided the chief executive officer of the other municipality

713 has in writing approved such drawing; (2) may conduct the bazaar in a
714 municipality other than the municipality which grants the permit,
715 provided the municipality in which the bazaar is to be conducted has
716 adopted the provisions of sections 7-170 to 7-186, inclusive, and the
717 chief executive officer of such municipality has in writing approved
718 such bazaar; (3)] may be permitted to redeem prizes in cash; [(4)] (2)
719 shall be exempt from the requirement of preserving unsold raffle
720 tickets beyond ninety days after the conclusion of the holding,
721 operating and conducting of such bazaar or raffle and shall be
722 permitted to dispose of unclaimed prizes after such ninety days; and
723 [(5)] (3) may file a reconciliation of expenditures and receipts signed by
724 an officer in lieu of an accountant.

725 (b) Notwithstanding the provisions of sections 7-170 to 7-186,
726 inclusive, and the regulations adopted thereunder, any sponsoring
727 organization qualified to conduct a bazaar or raffle under the
728 provisions of section 7-172 [and recognized as a nonprofit organization
729 under the provisions of Section 501(c)(3) of the federal Internal
730 Revenue Code of 1986, or any subsequent corresponding internal
731 revenue code of the United States, as from time to time amended,] may
732 conduct such bazaar or have the actual drawing of [the] such raffle in a
733 municipality other than the municipality which grants the permit,
734 provided the chief executive officer of the other municipality has in
735 writing approved such bazaar or drawing.

736 (c) Notwithstanding the provisions of section 7-177, any
737 organization conducting a bazaar may operate "fifty-fifty" coupon
738 games each day of a permitted bazaar event and may award cash
739 prizes of fifty per cent of "fifty-fifty" coupon game sales for each
740 coupon drawing conducted. Not more than three scheduled drawings
741 may be held on any day on which a bazaar is permitted. A "fifty-fifty"
742 coupon game shall be operated from an authorized bazaar booth,
743 subject to the regulation of the Commissioner of Consumer Protection
744 and shall allow for the sale of "fifty-fifty" coupons at a predetermined
745 uniform price. Each "fifty-fifty" coupon shall be consecutively

746 numbered and shall have a correspondingly numbered stub. Each
747 sponsoring organization shall provide different colored coupons for
748 each drawing and shall award one prize for each drawing held. Each
749 organization conducting such games shall conspicuously post, at each
750 bazaar booth at which such games are conducted, a notice or notices
751 which shall include the dates, times and places of any "fifty-fifty"
752 coupon drawings, as well as the prices and colors of coupons to be
753 sold for each drawing. The commissioner shall prescribe the form of
754 such notice which shall contain the following statement: "Holders of
755 coupons must be present to claim a prize." Each such organization
756 shall account for each coupon printed and sold for each drawing and
757 shall announce the amount of sales and the prize to be awarded
758 immediately prior to each drawing. The sponsoring organization shall
759 preserve all sold and unsold coupons or stubs for a period of at least
760 one year from the date of the verified statement required pursuant to
761 section 7-182, as amended by this act.

762 (d) Notwithstanding the provisions of section 7-177, any sponsoring
763 organization qualified to conduct a bazaar or raffle under the
764 provisions of section 7-172 may operate a cow-chip raffle once a
765 calendar year and may award cash prizes in connection with
766 participation in such a raffle, in addition to those prizes authorized
767 pursuant to section 7-177. Such raffles shall conform to the provisions
768 of sections 7-170 to 7-186, inclusive, and shall be subject to regulation
769 by the Commissioner of Consumer Protection. A cow-chip raffle shall
770 allow for the sale of consecutively numbered tickets with
771 correspondingly numbered stubs, entitling the holders of such tickets
772 to the temporary possession of a plot of land for purposes of the
773 conduct of the cow-chip raffle. Each organization conducting a cow-
774 chip raffle shall provide for a suitable land area on which the cow-chip
775 raffle activity is to be conducted. The area shall be sufficiently enclosed
776 so as to confine any animal utilized in the conduct of a cow-chip raffle
777 during the period in which the animal is so utilized. The area shall be
778 adequately marked so as to display the number of plots to be utilized,

779 which shall correspond to the number of cow-chip raffle tickets to be
780 sold. The manner in which winners in a cow-chip raffle are determined
781 shall be clearly stated prior to the commencement of a cow-chip raffle
782 drawing and each sponsoring organization shall conspicuously post an
783 information board which shall display the consecutively numbered
784 plots of the cow-chip raffle event. A cow-chip raffle drawing shall
785 commence at a designated time and shall continue until all winners of
786 authorized prizes have been determined. No person may feed, lead or
787 handle any animal utilized in a cow-chip raffle once the animal has
788 entered into the enclosed area from which winners will be determined.
789 Each organization conducting a cow-chip raffle shall deposit all
790 proceeds from the conduct of such raffle in a special checking account
791 established and maintained by such organization, which shall be
792 subject to audit by the Commissioner of Consumer Protection. Any
793 expense incidental to the conduct of such raffle shall be paid from the
794 gross receipts of cow-chip raffle tickets and only by checks drawn from
795 such checking account. All cash prizes awarded shall be paid from
796 such checking account.

797 (e) Notwithstanding the provisions of sections 7-170 to 7-186,
798 inclusive, and the regulations adopted pursuant to said sections, any
799 organization conducting a bazaar may operate a "teacup raffle" and
800 may, through the sale of chances, award prizes consisting of gift
801 certificates or merchandise. No such organization may conduct more
802 than one scheduled "teacup raffle" drawing for all prizes offered on
803 any day on which a bazaar is permitted. A "teacup raffle" shall be
804 operated from an authorized bazaar booth, and shall be subject to
805 regulation by the Commissioner of Consumer Protection. Each "teacup
806 raffle" ticket shall (1) be consecutively numbered and have a
807 correspondingly numbered stub that shall include the name, address
808 and telephone number of the purchaser, or (2) be a sheet containing up
809 to twenty-five coupons, each bearing the same number, and including
810 a "hold" stub for the purchaser and a correspondingly numbered stub
811 including the name, address and telephone number of the purchaser.

812 Sheet tickets shall be made available for purchase by permittees as
813 fund raising items at a price not to exceed ten per cent above the
814 purchase price. Each sponsoring organization conducting such raffle
815 shall conspicuously post, at each bazaar booth at which such raffle is
816 conducted, a notice or notices that include the date and time of any
817 "teacup raffle" drawing. The sponsoring organization shall preserve all
818 sold and unsold tickets or stubs for a period of at least one year from
819 the date of the verified statement required pursuant to section 7-182, as
820 amended by this act.

821 (f) (1) Any sponsoring organization qualified to conduct a bazaar or
822 raffle under the provisions of section 7-172 may operate a duck-race
823 raffle once each calendar year. Such raffles shall conform to the
824 provisions of sections 7-170 to 7-186, inclusive, and shall be subject to
825 regulation by the Commissioner of Consumer Protection. For the
826 purpose of this subsection, "duck-race raffle" means a raffle in which
827 artificial ducks, numbered consecutively to correspond with the
828 number of tickets sold for such raffle, are placed in a naturally moving
829 stream of water at a designated starting point and in which the ticket
830 corresponding to the number of the first duck to pass a designated
831 finishing point is the winning ticket. (2) The Commissioner of
832 Consumer Protection [, with the advice and consent of the Gaming
833 Policy Board,] shall adopt regulations, in accordance with chapter 54,
834 that establish procedures for the operation of duck-race raffles.

835 (g) (1) Any sponsoring organization qualified to conduct a bazaar or
836 raffle under the provisions of section 7-172 may operate a frog-race
837 raffle once each calendar year. Such raffles shall conform to the
838 provisions of sections 7-170 to 7-186, inclusive, and shall be subject to
839 regulation by the Commissioner of Consumer Protection. For the
840 purpose of this subsection, "frog-race raffle" means a raffle in which
841 artificial frogs conforming to specifications approved by the
842 commissioner and numbered consecutively to correspond with the
843 number of tickets sold for such raffle, are placed in a naturally moving
844 stream of water at a designated starting point and in which the ticket

845 corresponding to the number of the first frog to pass a designated
846 finishing point is the winning ticket. (2) The commissioner [, with the
847 advice and consent of the Gaming Policy Board,] shall adopt
848 regulations, in accordance with chapter 54, that establish procedures
849 for the operation of frog-race raffles.

850 (h) (1) Any sponsoring organization qualified to conduct a bazaar or
851 raffle under the provisions of section 7-172 may operate a golf ball-
852 drop raffle once each calendar year. Any such raffle shall conform to
853 the provisions of sections 7-170 to 7-186, inclusive, and shall be subject
854 to regulation by the Commissioner of Consumer Protection. For the
855 purpose of this subsection, "golf ball-drop raffle" means a raffle in
856 which golf balls, numbered consecutively to correspond with the
857 number of tickets sold for such raffle, are dropped from a helicopter,
858 hot air balloon or other aircraft hovering above a designated target,
859 and in which the ticket corresponding to the number of the first golf
860 ball to be closest to the center of the designated target is the winning
861 ticket. (2) The Commissioner of Consumer Protection [, with the advice
862 and consent of the Gaming Policy Board,] shall adopt regulations, in
863 accordance with chapter 54, establishing procedures for the operation
864 of golf ball-drop raffles.

865 Sec. 21. Section 12-557b of the general statutes is repealed and the
866 following is substituted in lieu thereof (*Effective July 1, 2013*):

867 As used in this chapter, sections 12-579, as amended by this act, and
868 12-580 and chapter 226b, unless the context otherwise requires:

869 [(1) "Board" means the Gaming Policy Board established under
870 section 12-557d;]

871 [(2)] (1) "Commissioner" means the Commissioner of Consumer
872 Protection;

873 [(3)] (2) "Department" means the Department of Consumer
874 Protection;

875 [(4)] (3) "Business organization" means a partnership, incorporated
876 or unincorporated association, firm, corporation, trust or other form of
877 business or legal entity, other than a financial institution regulated by a
878 state or federal agency which is not exercising control over an
879 association licensee; and

880 [(5)] (4) "Control" means the power to exercise authority over or
881 direct the management and policies of a person or business
882 organization.

883 Sec. 22. Section 12-561 of the general statutes is repealed and the
884 following is substituted in lieu thereof (*Effective July 1, 2013*):

885 No commissioner or unit head or employee of the department [or
886 member of the Gaming Policy Board] shall directly or indirectly,
887 individually or as a member of a partnership or as a shareholder of a
888 corporation, have any interest whatsoever in dealing in any lottery,
889 racing, fronton or betting enterprise or in the ownership or leasing of
890 any property or premises used by or for any lottery, racing, fronton or
891 betting enterprise. No commissioner [,] or unit head [or member of the
892 Gaming Policy Board] shall, directly or indirectly, wager at any off-
893 track betting facility, race track or fronton authorized under this
894 chapter or purchase lottery tickets issued under this chapter. The
895 commissioner may [, by regulation adopted in consultation with the
896 board,] adopt regulations in accordance with the provisions of chapter
897 54 to prohibit any employee of the department from engaging, directly
898 or indirectly, in any form of legalized gambling activity in which such
899 employee is involved because of his employment with the department.
900 For purposes of this section, "unit head" means a managerial employee
901 with direct oversight of a legalized gambling activity.

902 Sec. 23. Subsection (a) of section 12-562 of the general statutes is
903 repealed and the following is substituted in lieu thereof (*Effective July*
904 *1, 2013*):

905 (a) Except as provided in subsection (b) of this section, the

906 commissioner shall have power to enforce the provisions of this
907 chapter and chapter 226b, and [with the advice and consent of the
908 board,] shall adopt all necessary regulations for that purpose and for
909 carrying out, enforcing and preventing violation of any of the
910 provisions of this chapter, for the inspection of licensed premises or
911 enterprises, for insuring proper, safe and orderly conduct of licensed
912 premises or enterprises and for protecting the public against fraud or
913 overcharge. The commissioner shall have power generally to do
914 whatever is reasonably necessary for the carrying out of the intent of
915 this chapter; and may call upon other administrative departments of
916 the state government and of municipal governments for such
917 information and assistance as he or she deems necessary to the
918 performance of his or her duties. The commissioner shall set racing
919 and jai alai meeting dates, except that the commissioner may delegate
920 to designated staff the authority for setting make-up performance
921 dates. The commissioner shall, as far as practicable, avoid conflicts in
922 the dates assigned for racing or the exhibition of the game of jai alai in
923 the state.

924 Sec. 24. Subsection (b) of section 12-564 of the general statutes is
925 repealed and the following is substituted in lieu thereof (*Effective July*
926 *1, 2013*):

927 (b) The commissioner shall [, with the advice and consent of the
928 board,] conduct studies concerning the effect of legalized gambling on
929 the citizens of this state including, but not limited to, studies to
930 determine the types of gambling activity engaged in by the public and
931 the desirability of expanding, maintaining or reducing the amount of
932 legalized gambling permitted in this state. Such studies shall be
933 conducted as often as the commissioner deems necessary, except that
934 no studies shall be conducted before the fiscal year ending June 30,
935 2009, and thereafter studies shall be conducted at least once every ten
936 years. The joint standing committees of the General Assembly having
937 cognizance of matters relating to legalized gambling shall each receive
938 a report concerning each study carried out, stating the findings of the

939 study and the costs of conducting the study.

940 Sec. 25. Section 12-565 of the general statutes is repealed and the
941 following is substituted in lieu thereof (*Effective July 1, 2013*):

942 The commissioner [or the board] may conduct any inquiry,
943 investigation or hearing necessary to carry out the provisions of this
944 chapter. The commissioner [or any board member] shall have power to
945 administer oaths and take testimony under oath concerning the matter
946 of inquiry or investigation. At any hearing ordered, the commissioner
947 [, the board] or an agent authorized by law to issue such process may
948 subpoena witnesses and require the production of records, papers and
949 documents pertinent to such inquiry. No witness under subpoena
950 issued under the provisions of this section shall be excused from
951 testifying or from producing records, papers or documents on the
952 ground that such testimony or the production of such records or other
953 documentary evidence would tend to incriminate him, but such
954 evidence or the records or papers so produced shall not be used in any
955 criminal proceeding against him. If any person disobeys such process
956 or, having appeared in obedience thereto, refuses to answer any
957 pertinent question put to him or to produce any records and papers
958 pursuant thereto, the commissioner [or board] may apply to the
959 superior court for the judicial district of Hartford or for the judicial
960 district wherein the person resides or wherein the business has been
961 conducted, or to any judge of said court if the same is not in session,
962 setting forth such disobedience to process or refusal to answer. Said
963 court or such judge shall cite such person to appear before said court
964 or such judge to answer such question or to produce such records and
965 papers and, upon his refusal to do so, shall commit such person to a
966 community correctional center until he testifies, but not for a longer
967 period than sixty days. Notwithstanding the serving of the term of
968 such commitment by any person, the commissioner [or board] may
969 proceed with such inquiry and examination as if the witness had not
970 previously been called upon to testify. Officers who serve subpoenas
971 issued by the commissioner [or the board] or under his or its authority

972 and witnesses attending hearings conducted [hereunder] under this
973 section shall receive the same fees and compensation as officers and
974 witnesses in the courts of this state to be paid on vouchers of the
975 department on order of the Comptroller. The commissioner may
976 delegate the powers granted to him under this section.

977 Sec. 26. Section 12-566 of the general statutes is repealed and the
978 following is substituted in lieu thereof (*Effective July 1, 2013*):

979 The commissioner [and the board] shall provide books in which
980 shall be kept a true, faithful and correct record of all of [their] the
981 department's proceedings, which books shall be open to the public as
982 provided in section 1-210.

983 Sec. 27. Subsection (b) of section 12-569 of the general statutes is
984 repealed and the following is substituted in lieu thereof (*Effective July*
985 *1, 2013*):

986 (b) The commissioner [, with the advice and consent of the board,]
987 shall adopt regulations in accordance with chapter 54 to carry out the
988 purposes of this section.

989 Sec. 28. Subsection (b) of section 12-571 of the general statutes is
990 repealed and the following is substituted in lieu thereof (*Effective July*
991 *1, 2013*):

992 (b) Until the effective date of transfer of ownership of the off-track
993 betting system, the commissioner [, with the advice and consent of the
994 board,] shall adopt rules and regulations, consistent with this chapter,
995 establishing and governing the permitted method or methods of
996 operation of the system of off-track betting.

997 Sec. 29. Section 12-571a of the general statutes is repealed and the
998 following is substituted in lieu thereof (*Effective July 1, 2013*):

999 (a) The Department of Consumer Protection [and the Gaming Policy
1000 Board] shall not operate or authorize the operation of more than

1001 eighteen off-track betting branch facilities, except that the department
1002 [and the board] may operate or authorize the operation of any off-track
1003 betting branch facility approved prior to December 31, 1986, by the
1004 legislative body of a municipality in accordance with subsection (a) of
1005 section 12-572, as amended by this act. Any facility approved prior to
1006 December 31, 1986, shall be included within the eighteen facilities
1007 authorized by this subsection.

1008 (b) The eighteen off-track betting branch facilities authorized by
1009 subsection (a) of this section may include facilities which have screens
1010 for the simulcasting of off-track betting race programs or jai alai games
1011 and other amenities including, but not limited to, restaurants and
1012 concessions, and, on and after October 1, 2012, shall be located in the
1013 town and city of New Haven, the town of Windsor Locks, the town of
1014 East Haven, the town and city of Norwalk, the town and city of
1015 Hartford, the town and city of New Britain, the town and city of
1016 Bristol, the town and city of Torrington, the town and city of
1017 Waterbury, the town and city of Milford, the town and city of New
1018 London, the town of Manchester, the town of Windham, the town of
1019 Putnam, the town and city of Bridgeport and three additional
1020 locations. The location of each such facility and the addition of
1021 simulcasting capability to any existing off-track betting branch facility
1022 that did not previously have such capability (1) shall be approved by
1023 the commissioner, [with the consent of the Gaming Policy Board,] and
1024 (2) shall be subject to the prior approval of the legislative body of the
1025 town in which such facility is located or is proposed to be located. The
1026 department shall report annually to the joint standing committee of the
1027 General Assembly having cognizance of matters relating to legalized
1028 gambling on the status of the establishment or improvement of the off-
1029 track betting branch facility pursuant to this subsection.

1030 Sec. 30. Section 12-572 of the general statutes is repealed and the
1031 following is substituted in lieu thereof (*Effective July 1, 2013*):

1032 (a) The commissioner [, with the advice and consent of the board,]

1033 may establish or authorize the establishment of such off-track betting
1034 facilities throughout the state for the purpose of receiving moneys
1035 wagered on the results of races or jai alai games as he shall deem will
1036 serve the convenience of the public and provide maximum economy
1037 and efficiency of operation, provided the establishment of such a
1038 facility in any municipality for the purpose of receiving moneys on the
1039 results of races or jai alai games shall be subject to the approval of the
1040 legislative body of such municipality which shall be given only after a
1041 public hearing on the same. Until the effective date of transfer of
1042 ownership of the off-track betting system, moneys received at such
1043 facilities shall be deposited in a betting fund from which daily
1044 payments, in such amount as the commissioner deems suitable, shall
1045 be made. If an operator of an off-track betting facility intends to
1046 conduct wagering on dog racing events or jai alai games, such operator
1047 (1) shall conduct wagering on dog racing events or jai alai games
1048 conducted by any association licensee which offers such racing events
1049 or games for off-track betting, provided such operator obtains the
1050 written consent of such licensee, and (2) may conduct wagering on out-
1051 of-state dog racing events or jai alai games when no such association
1052 licensee is conducting such racing events or games, provided such
1053 operator has complied with the provisions of subdivision (1) of this
1054 subsection. No operator of an off-track betting facility shall conduct
1055 wagering on any dog racing event or jai alai game if such racing event
1056 or game is conducted within forty miles of such facility unless such
1057 operator has obtained the written consent of the licensee conducting
1058 such racing event or game.

1059 (b) The commissioner [, with the approval of the board, is
1060 authorized to] may contract with any person or business organization
1061 to provide such facilities, components, goods or services as may be
1062 necessary for the effective operation of an off-track betting system.
1063 Compensation for such facilities, components, goods or services shall
1064 be deducted from the moneys retained pursuant to subsections (c) and
1065 (d) of this section in such amount as the commissioner shall determine.

1066 (c) The department or any person or business organization
1067 operating an off-track betting system shall distribute all sums
1068 deposited in a pari-mutuel pool, to the holders of winning tickets
1069 therein, less seventeen per cent of the total deposits of such pool plus
1070 the breakage to the dime of the amount so retained, except as provided
1071 in subsection (d) of this section.

1072 (d) (1) If the multiple forms of wagering known as daily double,
1073 exacta and quinella are permitted by the [board] department, the
1074 department or any person or business organization operating the off-
1075 track betting system shall distribute all sums deposited in the pari-
1076 mutuel pool for any such event to the holders of winning tickets
1077 therein, less nineteen per cent of the total deposits in such pool plus
1078 the breakage to the dime.

1079 (2) If multiple forms of wagering on three or more animals are
1080 permitted by the [board] department, the department or such person
1081 or business organization operating an off-track betting system, shall
1082 retain twenty-four and one-half per cent of the total sums deposited in
1083 the pool for such event, plus the breakage to the dime.

1084 (e) The department or any person or business organization
1085 operating an off-track betting system and conducting wagering on
1086 racing events or jai alai games held in this state and licensed under the
1087 provisions of this chapter shall distribute all sums deposited in a pari-
1088 mutuel pool to the holders of winning tickets therein, less the same
1089 percentage of the total deposits of such pool applicable to such racing
1090 events or jai alai games plus the breakage to the dime of the amount
1091 retained by each licensee conducting the racing events or jai alai
1092 games.

1093 (f) Any person or business organization which has entered into a
1094 contract with the state, acting through the commissioner under the
1095 provisions of subsection (b) of this section, except a contract with an
1096 individual for personal services, may, in the event of any disputed

1097 claims under such contract, bring an action against the state to the
1098 superior court for the judicial district of Hartford for the purpose of
1099 having such claims determined, provided notice of the general nature
1100 of such claims shall have been given in writing to the department not
1101 later than one year after the termination of such contract. No action
1102 shall be brought under this section later than three years from the date
1103 of termination of the contract. Such action shall be tried to the court
1104 without a jury. Damages recoverable in such action shall not include
1105 any amount attributable to anticipated profits but shall be limited to
1106 the recovery of actual damages sustained arising out of such contract.
1107 All legal defenses except governmental immunity shall be reserved to
1108 the state.

1109 (g) The department or any person or business organization
1110 operating an off-track betting system [, with the approval of the
1111 board,] may combine wagers placed within such off-track betting
1112 system with similar wagering pools at the facility where a racing
1113 program is being conducted, regardless of whether such facility is
1114 located within or without the state. Such pari-mutuel wagers shall be
1115 combined in such form and manner as the commissioner may
1116 determine to be in the best interests of the off-track betting system
1117 established pursuant to the provisions of section 12-571.
1118 Notwithstanding the provisions of subsection (c) or (d) of this section,
1119 [to the contrary,] the department or any person or business
1120 organization operating an off-track betting system and conducting
1121 wagering on racing events held without this state, [with the approval
1122 of the board,] may distribute to the holders of winning tickets who
1123 have placed wagers in said combined pools such sums as may be
1124 deposited in said combined pari-mutuel pools, less the same
1125 percentage of the total deposits of such combined pools as is
1126 established at the facility where such racing program is conducted plus
1127 the breakage to the dime, as shall be determined by the commissioner,
1128 [with the approval of the board.]

1129 Sec. 31. Section 12-573a of the general statutes is repealed and the

1130 following is substituted in lieu thereof (*Effective July 1, 2013*):

1131 The [board] department may authorize the operation of frontons in
1132 the state for exhibition of the Spanish ball game called jai alai or pelota.
1133 The operation of all frontons shall be under the supervision of the
1134 department.

1135 Sec. 32. Section 12-574 of the general statutes is repealed and the
1136 following is substituted in lieu thereof (*Effective July 1, 2013*):

1137 (a) No person or business organization may conduct a meeting at
1138 which racing or the exhibition of jai alai is permitted for any stake,
1139 purse or reward or operate the off-track betting system unless such
1140 person or business organization is licensed as an association licensee
1141 by the [board] commissioner. Any such licensee authorized to conduct
1142 a meeting or operate the off-track betting system shall indemnify and
1143 save harmless the state of Connecticut against any and all actions,
1144 claims, and demands of whatever kind or nature which the state may
1145 sustain or incur by reason or in consequence of issuing such license.

1146 [(b) No business organization, other than a shareholder in a publicly
1147 traded corporation, may exercise control in or over an association
1148 licensee unless such business organization is licensed as an affiliate
1149 licensee by the board as provided in subdivision (1) of subsection (h) of
1150 this section.]

1151 [(c)] (b) No person or business organization may operate any
1152 concession at any meeting at which racing or the exhibition of jai alai is
1153 permitted or any concession which is allied to an off-track betting
1154 facility unless such person or business organization is licensed as a
1155 concessionaire licensee by the commissioner.

1156 [(d)] (c) No person or business organization awarded the primary
1157 contract by an association licensee to provide facilities, components,
1158 goods or services which are necessary for the operation of the activities
1159 authorized by the provisions of section 12-572, as amended by this act,

1160 may do so unless such person or business organization is licensed as a
1161 vendor licensee by the commissioner.

1162 [(e)] (d) No person or business organization may provide totalizator
1163 equipment and services to any association licensee for the operation of
1164 a pari-mutuel system unless such person or business organization is
1165 licensed as a totalizator licensee by the commissioner.

1166 [(f)] (e) No business organization, other than a shareholder in a
1167 publicly traded corporation, may exercise control in or over an
1168 association, a concessionaire, a vendor or a totalizator licensee unless
1169 such business organization is licensed as an affiliate licensee by the
1170 commissioner. The commissioner shall issue affiliate licenses to
1171 qualified business organizations.

1172 [(g)] (f) No person may participate in this state in any activity
1173 permitted under this chapter as an employee of an association,
1174 concessionaire, vendor, totalizator or affiliate licensee unless such
1175 person is licensed as an occupational licensee by the commissioner.
1176 Whether located in or out of this state, no officer, director, partner,
1177 trustee or owner of a business organization which obtains a license in
1178 accordance with this section may continue in such capacity unless such
1179 officer, director, partner, trustee or owner is licensed as an
1180 occupational licensee by the commissioner. An occupational license
1181 shall also be obtained by any shareholder, key executive, agent or
1182 other person connected with any association, concessionaire, vendor,
1183 totalizator or affiliate licensee, who in the judgment of the
1184 commissioner will exercise control in or over any such licensee. Such
1185 person shall apply for a license not later than thirty days after the
1186 commissioner requests him, in writing, to do so. The commissioner
1187 shall complete his investigation of an applicant for an occupational
1188 license and notify such applicant of his decision to approve or deny the
1189 application within one year after its receipt, or, if the commissioner
1190 determines good cause exists for extending such period of
1191 investigation and gives the applicant a reasonable opportunity for a

1192 hearing, by the date prescribed by the commissioner. [Such period
1193 may be extended by the board upon a showing of good cause by the
1194 commissioner, after giving the applicant a reasonable opportunity for a
1195 hearing before the board.]

1196 [(h) (1) The board shall issue affiliate of association licenses to
1197 qualified business organizations. (2) The commissioner shall issue
1198 affiliate of concessionaire licenses to qualified business organizations.]

1199 [(i)] (g) In determining whether to grant a license, [the board or] the
1200 commissioner may require the applicant to submit information as to:
1201 Financial standing and credit; moral character; criminal record, if any;
1202 previous employment; corporate, partnership or association
1203 affiliations; ownership of personal assets; and such other information
1204 as it or he deems pertinent to the issuance of such license. [The
1205 commissioner may reject for good cause an application for a license,
1206 and he, the deputy commissioner, the executive assistant, any unit
1207 head or any assistant unit head authorized by the commissioner may
1208 suspend or revoke for good cause any license issued by him after a
1209 hearing held in accordance with chapter 54. In addition, if any affiliate
1210 licensee licensed by the commissioner fails to comply with the
1211 provisions of this chapter, the commissioner, after a hearing held in
1212 accordance with chapter 54, may revoke or suspend the license of any
1213 one or more of the following related licensees: Concessionaire, vendor
1214 or totalizator, and may fine any one or more of such licensees in an
1215 amount not to exceed two thousand five hundred dollars. Any licensee
1216 whose license is suspended or revoked, or any applicant aggrieved by
1217 the action of the commissioner concerning an application for a license
1218 may appeal not later than fifteen days after such decision to the board
1219 in accordance with subsection (j) of this section.]

1220 (h) The commissioner may reject for good cause an application for a
1221 license. Any license granted under the provisions of this chapter is a
1222 revocable privilege and no licensee shall be deemed to have acquired
1223 any vested rights based on the issuance of such license. The

1224 commissioner, the deputy commissioner, the executive assistant, any
1225 unit head or any assistant unit head authorized by the commissioner
1226 may suspend or revoke for good cause any license issued by the
1227 commissioner after a hearing held in accordance with chapter 54. If
1228 any affiliate licensee fails to comply with the provisions of this chapter,
1229 the commissioner, after a hearing held in accordance with chapter 54,
1230 may revoke or suspend the license of any one or more of the following
1231 related licensees: Concessionaire, vendor or totalizator, and may fine
1232 any one or more of such licensees in an amount not to exceed two
1233 thousand five hundred dollars. In addition, if any affiliate licensee fails
1234 to comply with the provisions of this chapter, the commissioner, after a
1235 hearing held in accordance with chapter 54, may revoke or suspend
1236 the license of the related association licensee and may fine the related
1237 association licensee in an amount not to exceed seventy-five thousand
1238 dollars or both. If any license is suspended or revoked, the
1239 commissioner shall state the reasons for such suspension or revocation
1240 and cause an entry of such reasons to be made on the record books of
1241 the department. Any licensee whose license is suspended or revoked,
1242 or any applicant aggrieved by the action of the commissioner
1243 concerning an application for a license, may appeal pursuant to section
1244 4-183.

1245 [(j)] (i) The commissioner [, with the advice and consent of the
1246 board,] shall adopt regulations governing the operation of the off-track
1247 betting system and facilities, tracks, stables, kennels and frontons,
1248 including the regulation of betting in connection therewith, to insure
1249 the integrity and security of the conduct of meetings and the broadcast
1250 of racing events held pursuant to this chapter. Such regulations shall
1251 include provision for the imposition of fines and suspension of licenses
1252 for violations thereof. Prior to the adoption of any regulations
1253 concerning the treatment of animals at any dog race track, the
1254 commissioner shall notify the National Greyhound Association of the
1255 contents of such regulations and of its right to request a hearing
1256 pursuant to chapter 54. The [board] commissioner shall have the

1257 authority to impose a fine of up to (1) seventy-five thousand dollars for
1258 any violation of such regulations by a licensee authorized to conduct a
1259 meeting or operate the off-track betting system under this section; [and
1260 a fine of up to] (2) five thousand dollars for any violation of such
1261 regulations by [any other licensee. The commissioner shall have the
1262 authority to impose a fine of up to] a business organization licensed as
1263 an affiliate licensee authorized to exercise control over an association;
1264 and (3) two thousand five hundred dollars for any such violation by
1265 any other licensee licensed by [him and] the commissioner. The
1266 stewards or judges of a meeting acting in accordance with such
1267 regulations shall have the authority to impose a fine of up to five
1268 hundred dollars for any such violation by such licensee, and the
1269 players' manager of a jai alai exhibition acting in accordance with such
1270 regulations shall have the authority to recommend to the judges that a
1271 fine should be considered for a player who may have violated such
1272 regulations. The [board] commissioner may delegate to the stewards
1273 and judges of a meeting the power to suspend the license of any
1274 occupational licensee employed in this state by an association licensee
1275 for a period not to exceed sixty days for any violation of such
1276 regulations. If any license is suspended, such stewards and judges of a
1277 meeting shall state the reasons therefor in writing. All fines imposed
1278 pursuant to this section shall be paid over to the General Fund upon
1279 receipt by the department. Any person or business organization fined
1280 or suspended [by an authority other than the board or any licensee or
1281 applicant for a license aggrieved by a decision of the commissioner
1282 under subsection (i) of] pursuant to this section shall have a right of
1283 appeal to the [board] commissioner for a hearing [. All hearings, other
1284 than appellate hearings before the board,] that shall be conducted
1285 pursuant to chapter 54. Any person or business organization aggrieved
1286 by a decision of the [board] commissioner following such a hearing
1287 shall have a right of appeal pursuant to section 4-183.

1288 [(k)] (j) The commissioner shall have the power to require that the
1289 books and records of any licensee, other than an occupational licensee,

1290 shall be maintained in any manner which he may deem best, and that
1291 any financial or other statements based on such books and records
1292 shall be prepared in accordance with generally accepted accounting
1293 principles in such form as he shall prescribe. The commissioner or his
1294 designee shall also be authorized to visit, to investigate and to place
1295 expert accountants and such other persons as he may deem necessary,
1296 in the offices, tracks, frontons, off-track betting facilities or places of
1297 business of any such licensee, for the purpose of satisfying himself or
1298 herself that the department's regulations are strictly complied with.

1299 [(l)] (k) The commissioner may at any time for good cause require
1300 the removal of any employee or official employed by any licensee
1301 hereunder.

1302 [(m) The board shall have the right to reject any application for a
1303 license for good cause and the action of the board as to the license and
1304 the meeting dates assigned shall be final, provided any person or
1305 business organization aggrieved by the action of the board concerning
1306 an application for a license may appeal such decision in accordance
1307 with section 4-183. The board shall, as far as practicable, avoid conflicts
1308 in the dates assigned for racing or the exhibition of the game of jai alai
1309 in the state. Any license granted under the provisions of this chapter is
1310 a revocable privilege and no licensee shall be deemed to have acquired
1311 any vested rights based on the issuance of such license. Any such
1312 license shall be subject to the regulations set forth by the commissioner
1313 with the advice and consent of the board. Any license issued by the
1314 board shall be subject to suspension or revocation for good cause, after
1315 giving the licensee a reasonable opportunity for a hearing before the
1316 board, at which he shall have the right to be represented by counsel. In
1317 addition, if any affiliate licensee licensed by the board fails to comply
1318 with the provisions of this chapter the board, after a hearing held in
1319 accordance with chapter 54, may revoke or suspend the license of the
1320 related association licensee and may fine the related association
1321 licensee in an amount not to exceed seventy-five thousand dollars or
1322 both. If any license is suspended or revoked, the board shall state the

1323 reasons for such suspension or revocation and cause an entry of such
1324 reasons to be made on the record books of the board. Any licensee
1325 aggrieved by the action of the board may appeal therefrom in
1326 accordance with section 4-183.]

1327 [(n)] (l) The [appropriate licensing authority] commissioner may, on
1328 [its] his or her own motion or upon application, exempt any person or
1329 business organization from the licensing requirements of this chapter
1330 or some or all of the disclosure requirements of chapter 226b, provided
1331 the applicant does not exercise control in or over an integral part of
1332 any activity which is authorized under this chapter. The burden of
1333 proving that an exemption should be granted rests solely with the
1334 applicant. The [licensing authority making the determination]
1335 commissioner may limit or condition the terms of an exemption and
1336 such determination shall be final.

1337 [(o)] (m) Any person aiding or abetting in the operation of an off-
1338 track betting system or the conduct of any meeting within this state at
1339 which racing or the exhibition of the game of jai alai shall be permitted
1340 for any stake, purse or reward, except in accordance with a license
1341 duly issued and unsuspended or unrevoked by [the board or] the
1342 commissioner, shall be guilty of a class A misdemeanor.

1343 [(p)] (n) The majority of the membership of the board of directors of
1344 any corporation licensed to operate the off-track betting system or to
1345 hold or conduct any meeting within the state of Connecticut at which
1346 racing or the exhibition of the game of jai alai shall be permitted for
1347 any stake, purse or reward, shall be residents of the state of
1348 Connecticut.

1349 [(q)] (o) Any license granted under this section, other than [a license
1350 issued by the board] an association license authorizing the licensee to
1351 conduct a meeting or operate the off-track betting system, as described
1352 in subsection (a) of this section, or an affiliate license authorizing the
1353 licensee to exercise control in or over an association licensee, as

1354 described in subsection (e) of this section, shall be effective for not
1355 more than one year from the date of issuance. Initial application for
1356 and renewal of any license shall be in such form and manner as the
1357 commissioner shall [~~, by regulation adopted with the advice and~~
1358 consent of the board,]~~] prescribe by regulation.~~

1359 ~~[(r)]~~ (p) Any person or business organization issued a license to
1360 conduct dog racing shall establish a pet adoption program for the
1361 proper housing and care of retired greyhounds and shall provide
1362 financial support for such program and any facility operated to
1363 implement such program.

1364 ~~[(s)]~~ (q) Any person or business organization issued a license to
1365 conduct dog racing pursuant to subsection (c) of section 12-574c, as
1366 amended by this act, shall employ persons who, at the time of
1367 employment, are recipients of assistance under the state-administered
1368 general assistance program, state supplement program, medical
1369 assistance program, temporary family assistance program or
1370 supplemental nutrition assistance program to fill not less than twenty
1371 per cent of the positions created by the conversion of a jai alai fronton
1372 to a dog race track if such persons have been trained for such
1373 employment by public or publicly funded agencies in coordination
1374 with such licensee.

1375 ~~[(t)]~~ (r) Any person or business organization issued a license to
1376 conduct dog racing pursuant to subsection (c) of section 12-574c, as
1377 amended by this act, shall provide an on-site day care facility for use
1378 by employees of the dog race track. Such licensee shall employ persons
1379 who, at the time of employment, are recipients of aid under chapter
1380 302 or 308 to fill not less than fifty per cent of the positions at such day
1381 care facility if such persons have been trained for such employment by
1382 public or publicly funded agencies in coordination with such licensee.

1383 ~~[(u)]~~ (s) Notwithstanding any other provisions of this chapter to the
1384 contrary, any person or business organization issued a license to

1385 conduct dog racing may operate on a year-round basis and may
1386 conduct such number of performances as it may elect, provided the
1387 total number of such performances does not exceed five hundred
1388 eighty performances in any calendar year.

1389 Sec. 33. Section 12-574a of the general statutes is repealed and the
1390 following is substituted in lieu thereof (*Effective July 1, 2013*):

1391 (a) Whenever a person or business organization files an application
1392 with the [board] department for a license to conduct an activity
1393 regulated by section 12-574, as amended by this act, exclusive of
1394 renewal license applications, the [board] department shall forward
1395 within five days to the town clerk of the town within which such
1396 activity is proposed to be carried on a statement specifying the
1397 prospective applicant, the proposed activity, the site on which such
1398 activity is proposed to be conducted and the fact that an application
1399 has been filed with the [board] department. Within ten days after such
1400 statement has been filed, such town clerk shall cause notice of such
1401 filing to be published in a newspaper having a circulation in the town
1402 wherein the activity is to be conducted. The question of the approval of
1403 the conducting of such activity shall be submitted to the electors of
1404 such town at a special election called for the purpose to be held not less
1405 than thirty nor more than sixty days after such publication, in
1406 conformity with the provisions of section 9-369, or at a regular town
1407 election if such election is to be held more than sixty but not more than
1408 one hundred twenty days after such publication, such question shall
1409 be so submitted and the vote shall be taken in the manner prescribed
1410 by said section 9-369. The town clerk shall notify the [board]
1411 department of the results of such election. The disapproval of the
1412 conducting of such activity by a majority of those voting on the
1413 question shall be a bar to the granting of a license to [that] such
1414 applicant to conduct such activity at such location. All costs incurred
1415 by a municipality in connection with such referendum shall be paid to
1416 said municipality by the person or business organization filing such
1417 application for such license. The provisions of this subsection shall not

1418 apply to any licensee authorized to operate the off-track betting system
1419 with respect to any off-track betting facility approved prior to June 25,
1420 1993.

1421 (b) No licensee may conduct any racing or jai alai event on any
1422 Sunday without the prior approval of the legislative body of the town
1423 in which the event is scheduled to take place.

1424 (c) No licensee authorized to operate the off-track betting system
1425 may conduct any off-track pari-mutuel wagering on any racing
1426 program on any Sunday without the prior approval of the legislative
1427 body of the town in which such off-track betting facility is located.

1428 (d) Notwithstanding the provisions of subsection (a) of this section,
1429 the prior approval of the legislative body only of the town shall be
1430 required in the event the department [or the board] issues a license
1431 pursuant to subsection (c) of section 12-574c, as amended by this act.

1432 Sec. 34. Section 12-574c of the general statutes is repealed and the
1433 following is substituted in lieu thereof (*Effective July 1, 2013*):

1434 (a) The Department of Consumer Protection [or the Gaming Policy
1435 Board] shall not issue a license authorizing any person, firm,
1436 corporation or association to conduct horse racing, dog racing or jai
1437 alai events.

1438 (b) Notwithstanding the provisions of subsection (a) of this section,
1439 the department [or the board] may renew any license issued prior to
1440 May 23, 1979, or issue such a license to a currently operating facility.

1441 (c) [(1)] Notwithstanding the provisions of subsection (a) of this
1442 section, the department [or the board] may, on or after July 5, 1991,
1443 issue one additional license authorizing a person or business
1444 organization to conduct dog racing to a person or business
1445 organization holding a license to conduct jai alai events or to the
1446 successor of such business organization upon the surrender of the

1447 license to conduct jai alai events. [(2) No license issued pursuant to this
1448 subsection shall provide for the operation of any dog race track prior
1449 to October 1, 1992, unless the licensee agrees to fully reimburse the
1450 state for all costs associated with the licensing and operation of such
1451 track prior to June 30, 1992.]

1452 (d) No licensee shall move any horse race track, dog race track or jai
1453 alai fronton to any municipality other than the municipality in which
1454 such facility was located on July 5, 1991.

1455 Sec. 35. Subsection (a) of section 12-575 of the general statutes is
1456 repealed and the following is substituted in lieu thereof (*Effective July*
1457 *1, 2013*):

1458 (a) The [board] department may permit at racing events, exhibitions
1459 of the game of jai alai licensed under the provisions of this chapter or
1460 at off-track betting facilities, betting under a pari-mutuel system, so
1461 called, including standard pari-mutuel, daily double, exacta, quinella,
1462 trifecta, superfecta, twin trifecta, pick four and pick six betting, and
1463 such other forms of multiple betting as the [board] department may
1464 determine.

1465 Sec. 36. Subsection (d) of section 12-575 of the general statutes is
1466 repealed and the following is substituted in lieu thereof (*Effective July*
1467 *1, 2013*):

1468 (d) Each licensee conducting horse racing events under the pari-
1469 mutuel system shall pay to the state, and there is hereby imposed: (1)
1470 A tax on the total money wagered in the pari-mutuel pool on each and
1471 every day the licensee conducts racing events, pursuant to the
1472 following schedule:

T1	Total Wagered	Tax
T2	0 to \$100,001	3.25% on the entire pool

T3	\$100,001 to \$200,001	3.75% on the entire pool
T4	\$200,001 to \$300,001	4.25% on the entire pool
T5	\$300,001 to \$400,001	4.75% on the entire pool
T6	\$400,001 to \$500,001	5.25% on the entire pool
T7	\$500,001 to \$600,001	5.75% on the entire pool
T8	\$600,001 to \$700,001	6.25% on the entire pool
T9	\$700,001 to \$800,001	6.75% on the entire pool
T10	\$800,001 to \$900,001	7.25% on the entire pool
T11	\$900,001 to \$1,000,001	7.75% on the entire pool
T12	\$1,000,001 and over	8.75% on the entire pool

1473 and (2) a tax equal to one-half of the breakage to the dime resulting
1474 from such wagering. The commissioner [, with the advice and consent
1475 of the board,] shall by regulation designate the percentage of the
1476 difference between the seventeen per cent specified in subsection (c) of
1477 this section and the tax specified in this subsection, which shall be
1478 allocated as prize or purse money for the horses racing at each facility.

1479 Sec. 37. Subsections (h) and (i) of section 12-575 of the general
1480 statutes are repealed and the following are substituted in lieu thereof
1481 (*Effective July 1, 2013*):

1482 (h) The commissioner shall assess and collect the taxes imposed by
1483 this chapter under such regulations as [, with the advice and consent of
1484 the board,] he may prescribe, in accordance with the provisions of
1485 chapter 54. All taxes hereby imposed shall be due and payable by the
1486 close of the next banking day after each day's racing or jai alai
1487 exhibition. If any such tax is not paid when due, the commissioner
1488 shall impose a delinquency assessment upon the licensee in the
1489 amount of ten per cent of such tax or ten dollars, whichever amount is
1490 greater, plus interest at the rate of one and one-half per cent of the
1491 unpaid principal of such tax for each month or fraction of a month
1492 from the date such tax is due to the date of payment. Subject to the
1493 provisions of section 12-3a, the commissioner may waive all or part of

1494 the penalties provided under this subsection when it is proven to his
1495 satisfaction that the failure to pay such tax within the time required
1496 was due to reasonable cause and was not intentional or due to neglect.
1497 Failure to pay any such delinquent tax upon demand may be
1498 considered by the commissioner as cause for revocation of license.

1499 (i) The commissioner shall devise a system of accounting and shall
1500 supervise betting at such track, fronton or off-track betting facility in
1501 such manner that the rights of the state are protected and shall collect
1502 all fees and licenses under such regulations as [, with the advice and
1503 consent of the board,] he or she shall prescribe, in accordance with the
1504 provisions of chapter 54.

1505 Sec. 38. Section 12-575c of the general statutes is repealed and the
1506 following is substituted in lieu thereof (*Effective July 1, 2013*):

1507 (a) The commissioner [, as defined in subdivision (2) of section 12-
1508 557b, with the approval of the board, as defined in subdivision (1) of
1509 said section,] may require all pari-mutuel betting conducted at any
1510 facility conducting betting under a pari-mutuel system within the state
1511 which is based on the results of any event which occurs at any place
1512 other than the facility conducting such betting, whether such place is
1513 within or without the state, to be combined into a single, state-wide
1514 pool for each such event, or for any of them, as the commissioner may
1515 determine.

1516 (b) The commissioner [, as defined in subdivision (2) of section 12-
1517 557b, with the approval of the board, as defined in subdivision (1) of
1518 said section,] may permit all pari-mutuel betting conducted at any
1519 facility conducting betting under a pari-mutuel system within the state
1520 which is based on the results of any event which occurs at such facility,
1521 to be combined with the betting on such event at another facility where
1522 pari-mutuel betting is conducted, whether such facility is within or
1523 without the state, as a single pool for each event.

1524 Sec. 39. Section 12-577 of the general statutes is repealed and the

1525 following is substituted in lieu thereof (*Effective July 1, 2013*):

1526 The commissioner shall annually cause to be made by some
1527 competent person or persons in the department a thorough audit of
1528 the books and records of each association licensee under this chapter
1529 and the commissioner may, from time to time, cause to be made by
1530 some competent person in the department a thorough audit of the
1531 books and records of any other person or business organization
1532 licensed under this chapter. All such audit records shall be kept on file
1533 in the commissioner's office at all times. [and copies shall be forwarded
1534 to the board immediately upon completion thereof.] Each licensee shall
1535 permit access to its books and records for the purpose of having such
1536 audit made, and shall produce, upon written order of the
1537 commissioner, any documents and information required for such
1538 purpose.

1539 Sec. 40. Subsection (a) of section 12-578 of the general statutes is
1540 repealed and the following is substituted in lieu thereof (*Effective July*
1541 *1, 2013*):

1542 (a) The commissioner [, with the advice and consent of the board,]
1543 shall adopt regulations, in accordance with the provisions of chapter
1544 54, governing registration and the issuance and annual renewal of
1545 licenses and payment of annual nonrefundable application fees for the
1546 same in accordance with the following schedule:

1547 (1) Registration: (A) Stable name, one hundred dollars; (B)
1548 partnership name, one hundred dollars; (C) colors, twenty dollars; (D)
1549 kennel name, one hundred dollars.

1550 (2) Licenses: (A) Owner, one hundred dollars; (B) trainer, one
1551 hundred dollars; (C) assistant trainer, one hundred dollars; (D) jockey,
1552 forty dollars; (E) jockey agent, for each jockey, one hundred dollars; (F)
1553 stable employees, including exercise boy, groom, stable foreman, hot
1554 walker, outrider, twenty dollars; (G) veterinarian, one hundred dollars;
1555 (H) jockey apprentice, forty dollars; (I) driver, one hundred dollars; (J)

1556 valet, twenty dollars; (K) blacksmith, twenty dollars; (L) plater, twenty
1557 dollars; (M) concessionaire, for each concession, two hundred fifty
1558 dollars; (N) concessionaire affiliate, for each concession of the
1559 concessionaire, two hundred fifty dollars; (O) concession employees,
1560 twenty dollars; (P) jai alai players, one hundred dollars; (Q) officials
1561 and supervisors, one hundred dollars; (R) pari-mutuel employees,
1562 forty dollars; (S) other personnel engaged in activities regulated under
1563 this chapter, twenty dollars; (T) vendor, for each contract, two hundred
1564 fifty dollars; (U) totalizator, for each contract, two hundred fifty
1565 dollars; (V) vendor and totalizator affiliates, for each contract of the
1566 vendor or totalizator, two hundred fifty dollars. For the purposes of
1567 this subdivision, "concessionaire affiliate" means a business
1568 organization, other than a shareholder in a publicly traded
1569 corporation, that may exercise control in or over a concessionaire; and
1570 "concessionaire" means any individual or business organization
1571 granted the right to operate an activity at a dog race track or off-track
1572 betting facility for the purpose of making a profit that receives or, in
1573 the exercise of reasonable business judgment, can be expected to
1574 receive more than twenty-five thousand dollars or twenty-five per cent
1575 of its gross annual receipts from such activity at such track or facility.

1576 Sec. 41. Section 12-579 of the general statutes is repealed and the
1577 following is substituted in lieu thereof (*Effective July 1, 2013*):

1578 Any municipality may, by ordinance, impose a tax of ten per cent of
1579 the admission charge, as defined in subsection (3) of section 12-540, to
1580 any place licensed by the [Gaming Policy Board] Department of
1581 Consumer Protection and containing a pari-mutuel system therein or
1582 to any off-track betting facility. The tax shall be imposed upon the
1583 person making such charge and reimbursement for the tax shall be
1584 collected by such person from the purchaser. Such reimbursement,
1585 termed "tax", shall be paid by the purchaser to the person making the
1586 admission charge. Such tax, when added to the admission charge, shall
1587 be a debt from the purchaser to the person making such charge and
1588 shall be recoverable at law.

1589 Sec. 42. Section 12-584 of the general statutes is repealed and the
1590 following is substituted in lieu thereof (*Effective July 1, 2013*):

1591 (a) Each licensee of the department, [or board,] other than an
1592 occupational licensee, shall file, on or before April fifteenth of each
1593 year, with the department: (1) Certified financial statements for the
1594 prior calendar year or fiscal year, prepared in accordance with
1595 generally accepted accounting principles; (2) the names and addresses
1596 of every shareholder, person or business organization having a
1597 financial, property, leasehold, ownership or beneficial interest in such
1598 licensee; (3) (A) the names and addresses of every person or business
1599 organization which provides contractual services, equipment or
1600 property related to any of the activities authorized under chapter 226
1601 and (B) the nature of such services rendered and equipment or
1602 property provided; and (4) copies of all state and federal tax returns
1603 filed by such licensee for the next preceding calendar year or taxable
1604 year, except that if any state or federal tax return has not been filed
1605 with the state or federal government on or before said date, such
1606 licensee may file such return with the department at the same time he
1607 or it files such return with the state or federal government.

1608 (b) The commissioner [, with the advice and consent of the board,]
1609 may require any person, business organization or shareholder
1610 disclosed under the provisions of subdivision (2) of subsection (a) of
1611 this section to file on or before April fifteenth of each year, with the
1612 department: (1) A statement of financial position to be submitted
1613 under oath on forms provided by the department; (2) a statement of
1614 interest in any other gambling activity, within or without the state of
1615 Connecticut; and (3) copies of state and federal tax returns filed by
1616 such person, business organization or shareholder for the next
1617 preceding calendar year or taxable year, except that if any state or
1618 federal tax return has not been filed with the state or federal
1619 government on or before said date, such person, business organization
1620 or shareholder may file such return with the department at the same
1621 time he or it files such return with the state or federal government. The

1622 commissioner shall not require such filing more than once a year,
1623 except that the commissioner may require additional filings or
1624 additional information to ensure the integrity of legalized gambling. [,
1625 pursuant to a vote of at least four members of the board in favor of
1626 such requirement.] All information gathered by the department under
1627 this chapter and section 12-562, as amended by this act, may be
1628 transmitted by the department to any agency or department of the
1629 state and shall be made available for public dissemination or
1630 inspection, except that any state or federal tax returns gathered by the
1631 department pursuant to this section shall only be open to inspection by
1632 the department, its staff and such other state agencies or departments
1633 which require return information to perform their official duties.

1634 (c) Failure by any licensee to comply with the requirements of this
1635 section shall constitute grounds for the [licensing authority]
1636 commissioner: (1) To suspend or revoke such license; (2) [if the
1637 commissioner,] to impose a fine of not more than two thousand five
1638 hundred dollars or, if the [board] licensee is licensed to conduct a
1639 meeting or operate an off-track betting system under subsection (a) of
1640 section 12-575, as amended by this act, to impose a fine of not more
1641 than seventy-five thousand dollars; (3) to rescind the applicable
1642 contract; or (4) to impose any combination of such penalties.

1643 (d) Failure by any person, business organization or shareholder
1644 identified in subsection (b) of this section to comply with the
1645 requirements of this section shall constitute grounds for the [authority
1646 which issued the license to the related licensee] commissioner: (1) To
1647 suspend or revoke such license; (2) [if the commissioner,] to impose a
1648 fine of not more than two thousand five hundred dollars on such
1649 licensee or, if [the board, to impose] the licensee is licensed to conduct
1650 a meeting or operate an off-track betting system under subsection (a)
1651 of section 12-575, as amended by this act, a fine of not more than
1652 seventy-five thousand dollars on such licensee; or (3) any combination
1653 of such penalties. In the case of a shareholder who fails to comply with
1654 the requirements of this section, the department shall notify the

1655 shareholder and the licensee which issued the shares of such failure.
1656 Upon receipt of such notice the shareholder shall immediately offer
1657 such shares to the licensee for purchase. The licensee shall purchase
1658 the shares not later than sixty days after they are so offered. Each
1659 licensee shall adopt appropriate amendments or additions to any
1660 existing corporate bylaws to permit compliance with this section.

1661 (e) Any licensee aggrieved by an action of the commissioner under
1662 this section shall have a right of appeal [to the board in accordance
1663 with subsection (j) of section 12-574. Any licensee aggrieved by a
1664 decision of the board under this section shall have a right of appeal]
1665 pursuant to section 4-183.

1666 Sec. 43. Subsection (b) of section 12-585 of the general statutes is
1667 repealed and the following is substituted in lieu thereof (*Effective July*
1668 *1, 2013*):

1669 (b) Each such person or business organization shall be billed for
1670 such expenses on a quarterly basis or at the conclusion of the
1671 investigation, as determined by the commissioner. Failure on the part
1672 of the person or business organization to remit payment within fifteen
1673 days after receipt of an invoice from the department shall constitute
1674 grounds to refuse to grant approval of the request of the person or
1675 business organization for which such investigation was undertaken, or
1676 in the case of a licensee, failure to remit payment within fifteen days
1677 shall, in addition, constitute grounds for the [licensing authority]
1678 commissioner: (1) To suspend or revoke such license; (2) [if the
1679 commissioner,] to impose a fine of not more than two thousand five
1680 hundred dollars [,] or, if [the board, to impose] the licensee is licensed
1681 to conduct a meeting or operate an off-track betting system under
1682 subsection (a) of section 12-575, as amended by this act, a fine of not
1683 more than seventy-five thousand dollars; (3) to rescind the applicable
1684 contract; or (4) to impose any combination of such penalties.

1685 Sec. 44. Subsection (h) of section 12-815a of the general statutes is

1686 repealed and the following is substituted in lieu thereof (*Effective July*
1687 *1, 2013*):

1688 (h) (1) The commissioner may suspend or revoke for good cause a
1689 vendor, affiliate or occupational license after a hearing held before the
1690 commissioner in accordance with chapter 54. The commissioner may
1691 order summary suspension of any such license in accordance with
1692 subsection (c) of section 4-182.

1693 (2) Any such applicant aggrieved by the action of the commissioner
1694 concerning an application for a license, or any person or business
1695 organization whose license is suspended or revoked, may appeal [to
1696 the Gaming Policy Board not later than fifteen days after such decision.
1697 Any person or business organization aggrieved by a decision of the
1698 board may appeal] pursuant to section 4-183.

1699 (3) The commissioner may impose a civil penalty on any licensee for
1700 a violation of any provision of this chapter or any regulation adopted
1701 under section 12-568a in an amount not to exceed two thousand five
1702 hundred dollars after a hearing held in accordance with chapter 54.

1703 Sec. 45. Subsection (h) of section 30-33b of the general statutes is
1704 repealed and the following is substituted in lieu thereof (*Effective July*
1705 *1, 2013*):

1706 (h) "Special sporting facility" means all of the land and buildings in
1707 which the principal business conducted is racing or jai alai exhibitions
1708 with pari-mutuel betting licensed by the [gaming policy board]
1709 Department of Consumer Protection.

1710 Sec. 46. Subsection (b) of section 30-39 of the general statutes is
1711 repealed and the following is substituted in lieu thereof (*Effective July*
1712 *1, 2013*):

1713 (b) (1) Any person desiring a liquor permit or a renewal of such a
1714 permit shall make a sworn application therefor to the Department of

1715 Consumer Protection upon forms to be furnished by the department,
1716 showing the name and address of the applicant and of the applicant's
1717 backer, if any, the location of the club or place of business which is to
1718 be operated under such permit and a financial statement setting forth
1719 all elements and details of any business transactions connected with
1720 the application. Such application shall include a detailed description of
1721 the type of live entertainment that is to be provided. A club or place of
1722 business shall be exempt from providing such detailed description if
1723 the club or place of business (A) was issued a liquor permit prior to
1724 October 1, 1993, and (B) has not altered the type of entertainment
1725 provided. The application shall also indicate any crimes of which the
1726 applicant or the applicant's backer may have been convicted.
1727 Applicants shall submit documents sufficient to establish that state and
1728 local building, fire and zoning requirements and local ordinances
1729 concerning hours and days of sale will be met, except that local
1730 building and zoning requirements and local ordinances concerning
1731 hours and days of sale shall not apply to any class of airport permit.
1732 The State Fire Marshal or the marshal's certified designee shall be
1733 responsible for approving compliance with the State Fire Code at
1734 Bradley International Airport. Any person [desiring] issued a license
1735 under chapter 226 who desires a permit provided for in section 30-33b
1736 shall file a copy of such [person's] license with such application. [if
1737 such license was issued by the Gaming Policy Board.] The department
1738 may, at its discretion, conduct an investigation to determine whether a
1739 permit shall be issued to an applicant.

1740 (2) The applicant shall pay to the department a nonrefundable
1741 application fee, which fee shall be in addition to the fees prescribed in
1742 this chapter for the permit sought. An application fee shall not be
1743 charged for an application to renew a permit. The application fee shall
1744 be in the amount of ten dollars for the filing of each application for a
1745 permit by a charitable organization, including a nonprofit public
1746 television corporation, a nonprofit golf tournament permit, a
1747 temporary permit or a special club permit; and for all other permits in

1748 the amount of one hundred dollars for the filing of an initial
1749 application. Any permit issued shall be valid only for the purposes and
1750 activities described in the application.

1751 (3) The applicant, immediately after filing an application, shall give
1752 notice thereof, with the name and residence of the permittee, the type
1753 of permit applied for and the location of the place of business for
1754 which such permit is to be issued and the type of live entertainment to
1755 be provided, all in a form prescribed by the department, by publishing
1756 the same in a newspaper having a circulation in the town in which the
1757 place of business to be operated under such permit is to be located, at
1758 least once a week for two successive weeks, the first publication to be
1759 not more than seven days after the filing date of the application and
1760 the last publication not more than fourteen days after the filing date of
1761 the application. The applicant shall affix, and maintain in a legible
1762 condition upon the outer door of the building wherein such place of
1763 business is to be located and clearly visible from the public highway,
1764 the placard provided by the department, not later than the day
1765 following the receipt of the placard by the applicant. If such outer door
1766 of such premises is so far from the public highway that such placard is
1767 not clearly visible as provided, the department shall direct a suitable
1768 method to notify the public of such application. When an application is
1769 filed for any type of permit for a building that has not been
1770 constructed, such applicant shall erect and maintain in a legible
1771 condition a sign not less than six feet by four feet upon the site where
1772 such place of business is to be located, instead of such placard upon
1773 the outer door of the building. The sign shall set forth the type of
1774 permit applied for and the name of the proposed permittee, shall be
1775 clearly visible from the public highway and shall be so erected not
1776 later than the day following the receipt of the placard. Such applicant
1777 shall make a return to the department, under oath, of compliance with
1778 the foregoing requirements, in such form as the department may
1779 determine, but the department may require any additional proof of
1780 such compliance. Upon receipt of evidence of such compliance, the

1781 department may hold a hearing as to the suitability of the proposed
1782 location. The provisions of this subdivision shall not apply to
1783 applications for airline permits, charitable organization permits,
1784 temporary permits, special club permits, concession permits, military
1785 permits, railroad permits, boat permits, warehouse permits, brokers'
1786 permits, out-of-state shippers' permits for alcoholic liquor and out-of-
1787 state shippers' permits for beer, coliseum permits, coliseum concession
1788 permits, special sporting facility restaurant permits, special sporting
1789 facility employee recreational permits, special sporting facility guest
1790 permits, special sporting facility concession permits, special sporting
1791 facility bar permits, nonprofit golf tournament permits, nonprofit
1792 public television permits and renewals. The provisions of this
1793 subdivision regarding publication and placard display shall also be
1794 required of any applicant who seeks to amend the type of
1795 entertainment upon filing of a renewal application.

1796 (4) In any case in which a permit has been issued to a partnership, if
1797 one or more of the partners dies or retires, the remaining partner or
1798 partners need not file a new application for the unexpired portion of
1799 the current permit, and no additional fee for such unexpired portion
1800 shall be required. Notice of any such change shall be given to the
1801 department and the permit shall be endorsed to show correct
1802 ownership. When any partnership changes by reason of the addition of
1803 one or more persons, a new application with new fees shall be
1804 required.

1805 Sec. 47. Subsection (a) of section 30-48 of the general statutes is
1806 repealed and the following is substituted in lieu thereof (*Effective July*
1807 *1, 2013*):

1808 (a) No backer or permittee of one permit class shall be a backer or
1809 permittee of any other permit class except in the case of any class of
1810 airport, railroad, airline and boat permits, and except that: (1) A backer
1811 of a hotel or restaurant permit may be a backer of both such classes; (2)
1812 a holder or backer of a manufacturer permit for a brew pub, a

1813 restaurant permit or a cafe permit may be a holder or backer of any
1814 other or all of such classes; (3) a holder or backer of a restaurant permit
1815 may be a holder or backer of a bowling establishment permit; (4) a
1816 backer of a restaurant permit may be a backer of a coliseum permit or a
1817 coliseum concession permit, or both, when such restaurant is within a
1818 coliseum; (5) a backer of a hotel permit may be a backer of a coliseum
1819 permit or a coliseum concession permit, or both; (6) a backer of a
1820 coliseum permit may be a backer of a coliseum concession permit; (7) a
1821 backer of a coliseum concession permit may be a backer of a coliseum
1822 permit; (8) a backer of a grocery store beer permit may be a backer of a
1823 package store permit if such was the case on or before May 1, 1996; (9)
1824 a backer of a university permit may be a backer of a nonprofit theater
1825 permit; (10) subject to the discretion of the department, a backer of a
1826 permit provided for in section 30-33b, may be a backer of any other
1827 retail on-premise consumption permit, including those permits
1828 provided for in section 30-33b; (11) a backer of a nonprofit theater
1829 permit may be a holder or backer of a hotel permit; (12) a holder or
1830 backer of a restaurant permit may be a holder or backer of a special
1831 outing facility permit; (13) a backer of a concession permit may be a
1832 backer of a coliseum permit or a coliseum concession permit, or both;
1833 (14) a holder of an out-of-state winery shipper's permit for wine may
1834 be a holder of an in-state transporter's permit or an out-of-state entity
1835 wine festival permit issued pursuant to section 30-37m, or of both such
1836 permits; (15) a holder of an out-of-state shipper's permit for alcoholic
1837 liquor other than beer may be a holder of an in-state transporter's
1838 permit; and (16) a holder of a manufacturer's permit for a farm winery
1839 may be a holder of an in-state transporter's permit, a wine festival
1840 permit issued pursuant to section 30-37l, a farmers' market wine sales
1841 permit issued pursuant to subsection (a) of section 30-37o or of any
1842 combination of such permits. Any person may be a permittee of more
1843 than one permit. A person may be a permittee under a permit
1844 provided for in section 30-33b, as amended by this act, and a backer of
1845 any other retail on-premise consumption permit, including those
1846 permits provided for in section 30-33b, as amended by this act. The

1847 operator of a racing or jai alai exhibition with pari-mutuel betting
1848 licensed by the [Gaming Policy Board] Department of Consumer
1849 Protection may be a backer of any permit provided for in section 30-
1850 33b, as amended by this act. No holder of a manufacturer permit for a
1851 brew pub and no spouse or child of such holder may be a holder or
1852 backer of more than three restaurant permits or cafe permits.

1853 Sec. 48. Section 30-59a of the general statutes is repealed and the
1854 following is substituted in lieu thereof (*Effective July 1, 2013*):

1855 The Department of Consumer Protection may suspend any permit
1856 issued under this chapter if the permittee has had a license suspended
1857 or revoked by [the Gaming Policy Board or] the department until such
1858 license has been restored to such person.

1859 Sec. 49. Subsection (a) of section 12-802 of the general statutes is
1860 repealed and the following is substituted in lieu thereof (*Effective July*
1861 *1, 2013*):

1862 (a) There is created a body politic and corporate, constituting a
1863 public instrumentality and political subdivision of the state created for
1864 the performance of an essential governmental revenue-raising
1865 function, which shall be named the Connecticut Lottery Corporation,
1866 and which may exercise the functions, powers and duties set forth in
1867 sections 12-563a and 12-800 to 12-818, inclusive, to implement the
1868 purposes set forth in said sections, which are public purposes for
1869 which public funds may be expended. The Connecticut Lottery
1870 Corporation shall not be construed to be a department, institution or
1871 agency of the state with respect to budgeting, procurement or
1872 personnel requirements, except as provided in sections 1-120, 1-121, 1-
1873 125, [12-557e,] 12-563, 12-563a, 12-564, as amended by this act, 12-566,
1874 as amended by this act, 12-568a and 12-569, as amended by this act,
1875 subsection (d) of section 12-574, as amended by this act, and sections
1876 12-800 to 12-818, inclusive.

1877 Sec. 50. Subsection (h) of section 12-802 of the general statutes is

1878 repealed and the following is substituted in lieu thereof (*Effective July*
1879 *1, 2013*):

1880 (h) In any interest arbitration regarding employees of the
1881 corporation, the arbitrator shall take into account as a factor, in
1882 addition to those factors specified in section 5-276a, the purposes of
1883 sections 1-120, 1-121, 1-125, [12-557e,] 12-563, 12-563a, 12-564, as
1884 amended by this act, 12-566, as amended by this act, 12-568a and 12-
1885 569, as amended by this act, subsection (d) of section 12-574, as
1886 amended by this act, and sections 12-800 to 12-818, inclusive, the
1887 entrepreneurial mission of the corporation and the necessity to provide
1888 flexibility and innovation to facilitate the success of the Connecticut
1889 Lottery Corporation in the marketplace. In any arbitration regarding
1890 any classification of entrepreneurial sales employees, the arbitrator
1891 shall include a term awarding incentive compensation for such
1892 employees for the purpose of motivating employees to maximize
1893 lottery sales.

1894 Sec. 51. Subdivision (2) of subsection (b) of section 12-806 of the
1895 general statutes is repealed and the following is substituted in lieu
1896 thereof (*Effective July 1, 2013*):

1897 (2) To operate and manage the lottery consistent with the provisions
1898 of sections 1-120, 1-121, 1-125, [12-557e,] 12-563, 12-563a, 12-564, as
1899 amended by this act, 12-566, as amended by this act, 12-568a and 12-
1900 569, as amended by this act, subsection (d) of section 12-574, as
1901 amended by this act, and sections 12-800 to 12-818, inclusive, and as
1902 specifically provided in section 12-812;

1903 Sec. 52. Section 12-806a of the general statutes is repealed and the
1904 following is substituted in lieu thereof (*Effective July 1, 2013*):

1905 As used in this section, "procedure" [shall have] has the same
1906 meaning as "procedure", as defined in subdivision (2) of section 1-120.
1907 The Department of Consumer Protection shall, for the purposes of
1908 [sections 12-557e and] section 12-568a, subsection (d) of section 12-574,

1909 as amended by this act, sections 12-802a and 12-815a and this section,
1910 regulate the activities of the Connecticut Lottery Corporation to assure
1911 the integrity of the state lottery. In addition to the requirements of the
1912 provisions of chapter 12 and notwithstanding the provisions of section
1913 12-806, as amended by this act, the Connecticut Lottery Corporation
1914 shall, prior to implementing any procedure designed to assure the
1915 integrity of the state lottery, obtain the written approval of the
1916 Commissioner of Consumer Protection in accordance with regulations
1917 adopted under section 12-568a.

1918 Sec. 53. Section 12-816 of the general statutes is repealed and the
1919 following is substituted in lieu thereof (*Effective July 1, 2013*):

1920 The exercise of the powers granted by sections 1-120, 1-121, 1-125,
1921 [12-557e,] 12-563, 12-563a, 12-564, as amended by this act, 12-566, as
1922 amended by this act, 12-568a and 12-569, as amended by this act,
1923 subsection (d) of section 12-574, as amended by this act, and sections
1924 12-800 to 12-818, inclusive, constitute the performance of an essential
1925 governmental function and all operations of the corporation shall be
1926 free from any form of federal or state taxation. In addition, except
1927 pursuant to any federal requirements, the corporation shall not be
1928 required to pay any taxes or assessments upon or in respect to sales of
1929 lottery tickets, or any property or moneys of the corporation, levied by
1930 the state or any political subdivision or municipal taxing authority.
1931 The corporation and its assets, property and revenues shall at all times
1932 be free from taxation of every kind by the state and by the
1933 municipalities and all other political subdivisions or special districts
1934 having taxing powers in the state.

1935 Sec. 54. Subsection (c) of section 15-120mm of the general statutes is
1936 repealed and the following is substituted in lieu thereof (*Effective July*
1937 *1, 2013*):

1938 (c) No employee covered by a collective bargaining agreement as an
1939 employee of the Department of Transportation shall be laid off as a

1940 result of the creation of the authority. Each bargaining unit employee
1941 of the Department of Transportation who does not transfer to the
1942 authority and who, by virtue of sections 15-101l to 15-101n, inclusive,
1943 is no longer employed by the Department of Transportation shall be
1944 retained by said department or assigned with his or her position to
1945 another state agency in accordance with the provisions of the State
1946 Employees Bargaining Agent Coalition agreement. Such opportunities
1947 shall be offered in the order of seniority. Seniority shall be defined in
1948 the same way as cases of transfer under the appropriate collective
1949 bargaining agreements. Such assignments shall be made only with the
1950 approval of the Office of Policy and Management and shall be reported
1951 at the end of the fiscal year to the Finance Advisory Committee.
1952 Employees may choose to be laid off in lieu of accepting any such
1953 assignment. In such case, they shall be entitled to all collective
1954 bargaining rights under their respective collective bargaining
1955 agreements including the State Employees Bargaining Agent Coalition.
1956 Sections 1-120, 1-121, 1-125, [12-557e,] 12-563, 12-563a, 12-564, as
1957 amended by this act, 12-566, as amended by this act, 12-567, 12-568a
1958 and 12-569, as amended by this act, subsection (d) of section 12-574, as
1959 amended by this act, and sections 12-800 to 12-818, inclusive, shall in
1960 no way affect the collective bargaining rights of employees of the
1961 Department of Transportation.

1962 Sec. 55. Subsection (f) of section 15-120mm of the general statutes is
1963 repealed and the following is substituted in lieu thereof (*Effective July*
1964 *1, 2013*):

1965 (f) In any interest arbitration regarding employees of the authority,
1966 the arbitrator shall take into account as a factor, in addition to those
1967 factors specified in section 5-276a, the purposes of sections 1-120, 1-121,
1968 1-125, [12-557e,] 12-563, 12-563a, 12-564, as amended by this act, 12-566,
1969 as amended by this act, 12-567, 12-568a and 12-569, as amended by this
1970 act, subsection (d) of section 12-574, as amended by this act, and
1971 sections 12-800 to 12-818, inclusive, the entrepreneurial mission of the
1972 authority and the necessity to provide flexibility and innovation to

1973 facilitate the success of the authority in the marketplace.

1974 Sec. 56. Sections 12-557c, 12-557d, 12-557e and 12-558 of the general
 1975 statutes are repealed. (*Effective July 1, 2013*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2013</i>	21a-1
Sec. 2	<i>July 1, 2013</i>	1-83(a)
Sec. 3	<i>July 1, 2013</i>	1-84(d)
Sec. 4	<i>July 1, 2013</i>	1-84b(c) to (e)
Sec. 5	<i>July 1, 2013</i>	4-9a(b) and (c)
Sec. 6	<i>July 1, 2013</i>	7-169(c)
Sec. 7	<i>July 1, 2013</i>	7-169(k)
Sec. 8	<i>July 1, 2013</i>	7-169c(d)
Sec. 9	<i>July 1, 2013</i>	7-169e(d)
Sec. 10	<i>July 1, 2013</i>	7-169h
Sec. 11	<i>July 1, 2013</i>	7-173
Sec. 12	<i>July 1, 2013</i>	7-174
Sec. 13	<i>July 1, 2013</i>	7-175
Sec. 14	<i>July 1, 2013</i>	7-176
Sec. 15	<i>July 1, 2013</i>	7-177a(a) and (b)
Sec. 16	<i>July 1, 2013</i>	7-178(a)
Sec. 17	<i>July 1, 2013</i>	7-181(c)
Sec. 18	<i>July 1, 2013</i>	7-182
Sec. 19	<i>July 1, 2013</i>	7-185
Sec. 20	<i>July 1, 2013</i>	7-185a
Sec. 21	<i>July 1, 2013</i>	12-557b
Sec. 22	<i>July 1, 2013</i>	12-561
Sec. 23	<i>July 1, 2013</i>	12-562(a)
Sec. 24	<i>July 1, 2013</i>	12-564(b)
Sec. 25	<i>July 1, 2013</i>	12-565
Sec. 26	<i>July 1, 2013</i>	12-566
Sec. 27	<i>July 1, 2013</i>	12-569(b)
Sec. 28	<i>July 1, 2013</i>	12-571(b)
Sec. 29	<i>July 1, 2013</i>	12-571a
Sec. 30	<i>July 1, 2013</i>	12-572
Sec. 31	<i>July 1, 2013</i>	12-573a

Sec. 32	<i>July 1, 2013</i>	12-574
Sec. 33	<i>July 1, 2013</i>	12-574a
Sec. 34	<i>July 1, 2013</i>	12-574c
Sec. 35	<i>July 1, 2013</i>	12-575(a)
Sec. 36	<i>July 1, 2013</i>	12-575(d)
Sec. 37	<i>July 1, 2013</i>	12-575(h) and (i)
Sec. 38	<i>July 1, 2013</i>	12-575c
Sec. 39	<i>July 1, 2013</i>	12-577
Sec. 40	<i>July 1, 2013</i>	12-578(a)
Sec. 41	<i>July 1, 2013</i>	12-579
Sec. 42	<i>July 1, 2013</i>	12-584
Sec. 43	<i>July 1, 2013</i>	12-585(b)
Sec. 44	<i>July 1, 2013</i>	12-815a(h)
Sec. 45	<i>July 1, 2013</i>	30-33b(h)
Sec. 46	<i>July 1, 2013</i>	30-39(b)
Sec. 47	<i>July 1, 2013</i>	30-48(a)
Sec. 48	<i>July 1, 2013</i>	30-59a
Sec. 49	<i>July 1, 2013</i>	12-802(a)
Sec. 50	<i>July 1, 2013</i>	12-802(h)
Sec. 51	<i>July 1, 2013</i>	12-806(b)(2)
Sec. 52	<i>July 1, 2013</i>	12-806a
Sec. 53	<i>July 1, 2013</i>	12-816
Sec. 54	<i>July 1, 2013</i>	15-120mm(c)
Sec. 55	<i>July 1, 2013</i>	15-120mm(f)
Sec. 56	<i>July 1, 2013</i>	Repealer section

Statement of Purpose:

To eliminate the Gaming Policy Board and transfer all licensing and regulatory responsibility that previously existed in the Gaming Policy Board to the Department of Consumer Protection; to simplify the process for issuing permits for charitable gaming by reducing the number of permits available and creating a new permit that allows the permittee to hold, over the course of one year, an unlimited number of single-day bazaars during special events; and to update the cost for each class of charitable gaming permit.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]