



General Assembly

January Session, 2019

Raised Bill No. 7334

LCO No. 5585



Referred to Committee on PUBLIC SAFETY AND SECURITY

Introduced by:
(PS)

AN ACT ESTABLISHING A COMMISSION ON GAMING.

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

1 Section 1. (NEW) (*Effective July 1, 2019*) (a) There is established a
2 Commission on Gaming, which shall be under the direction and
3 supervision of three commission members appointed by the Governor
4 in accordance with the provisions of section 4-1a of the general statutes
5 and with the advice and consent of either house of the General
6 Assembly. The members of the commission shall have experience with
7 one or more of the following: (1) Legal and policy issues related to
8 gaming, (2) gaming regulatory administration, (3) gaming industry
9 management, (4) criminal investigations and law enforcement, or (5)
10 corporate finance and securities. The Governor shall designate a
11 member to serve as chairperson of the commission. The chairperson
12 shall preside at all meetings. Two members shall constitute a quorum.
13 The vote of a majority of the members shall be required for action of
14 the commission. The salary of each appointed member shall be
15 established by the Department of Administrative Services.

16 (b) The Commission on Gaming shall constitute a successor agency,

17 in accordance with the provisions of sections 4-38d and 4-39 of the
18 general statutes, to the Department of Consumer Protection with
19 respect to all functions, powers and duties of the department
20 transferred to the commission under this section and chapters 98, 226
21 to 226c, inclusive, 229a, 319j, 438a, 529, 545, 557 and 946 of the general
22 statutes. The Commission on Gaming may implement policies and
23 procedures consistent with the provisions of this section and chapters
24 98, 226 to 226c, inclusive, 229a, 319j, 438a, 529, 545, 557 and 946 of the
25 general statutes, while in the process of adopting the policy or
26 procedure in regulation form, provided notice of intention to adopt
27 regulations is posted on the eRegulations System not later than twenty
28 days after implementation. Any such policy or procedure shall be
29 valid until the time final regulations are effective.

30 (c) The Commission on Gaming shall be responsible for: (1) The
31 implementation and administration of provisions of the general
32 statutes governing gaming; (2) the licensing and oversight of gambling
33 entities operating in the state; (3) analysis of the gaming industry and
34 market for gaming activities in the state and promotion of the gaming
35 industry in the state; and (4) recommendations for legislation to
36 implement a strategic plan for gaming in the state.

37 (d) The Governor shall appoint, in accordance with the provisions of
38 sections 4-5 to 4-8, inclusive, of the general statutes, as amended by
39 this act, an executive director to supervise the daily operations of the
40 commission. The executive director shall have professional experience
41 in gaming regulatory administration or gaming industry management.
42 The salary of the executive director shall be established by the
43 Department of Administrative Services.

44 (e) The commission shall consult with the Department of Consumer
45 Protection regarding the department's powers and duties transferred
46 to the commission under this section and chapters 98, 226 to 226c,
47 inclusive, 229a, 319, 438a, 529, 545, 557 and 946 of the general statutes.

48 (f) The Legislative Commissioners' Office shall, in codifying the

49 provisions of this section and chapters 98, 226 to 226c, inclusive, 229a,
50 319j, 438a, 529, 545, 557 and 946 of the general statutes, make such
51 technical, grammatical and punctuation changes as are necessary to
52 carry out the purposes of this section.

53 Sec. 2. Section 4-5 of the general statutes, as amended by section 3 of
54 public act 18-91, is repealed and the following is substituted in lieu
55 thereof (*Effective July 1, 2019*):

56 As used in sections 4-6, 4-7 and 4-8, the term "department head"
57 means Secretary of the Office of Policy and Management,
58 Commissioner of Administrative Services, Commissioner on Aging,
59 Commissioner of Revenue Services, Banking Commissioner,
60 Commissioner of Children and Families, Commissioner of Consumer
61 Protection, Commissioner of Correction, Commissioner of Economic
62 and Community Development, State Board of Education,
63 Commissioner of Emergency Services and Public Protection,
64 Commissioner of Energy and Environmental Protection,
65 Commissioner of Agriculture, Commissioner of Public Health,
66 Insurance Commissioner, Labor Commissioner, Commissioner of
67 Mental Health and Addiction Services, Commissioner of Social
68 Services, Commissioner of Developmental Services, Commissioner of
69 Motor Vehicles, Commissioner of Transportation, Commissioner of
70 Veterans Affairs, Commissioner of Housing, Commissioner of
71 Rehabilitation Services, the Commissioner of Early Childhood, the
72 executive director of the Office of Military Affairs, [and] the executive
73 director of the Office of Health Strategy, and the executive director of
74 the Commission on Gaming. As used in sections 4-6 and 4-7,
75 "department head" also means the Commissioner of Education.

76 Sec. 3. Section 4-5 of the general statutes, as amended by section 6 of
77 public act 17-237, section 279 of public act 17-2 of the June special
78 session and section 20 of public act 18-182, is repealed and the
79 following is substituted in lieu thereof (*Effective July 1, 2020*):

80 As used in sections 4-6, 4-7 and 4-8, the term "department head"

81 means Secretary of the Office of Policy and Management,
82 Commissioner of Administrative Services, Commissioner of Revenue
83 Services, Banking Commissioner, Commissioner of Children and
84 Families, Commissioner of Consumer Protection, Commissioner of
85 Correction, Commissioner of Economic and Community Development,
86 State Board of Education, Commissioner of Emergency Services and
87 Public Protection, Commissioner of Energy and Environmental
88 Protection, Commissioner of Agriculture, Commissioner of Public
89 Health, Insurance Commissioner, Labor Commissioner, Commissioner
90 of Mental Health and Addiction Services, Commissioner of Social
91 Services, Commissioner of Developmental Services, Commissioner of
92 Motor Vehicles, Commissioner of Transportation, Commissioner of
93 Veterans Affairs, Commissioner of Housing, Commissioner of
94 Rehabilitation Services, the Commissioner of Early Childhood, the
95 executive director of the Office of Military Affairs, [and] the executive
96 director of the Technical Education and Career System, and the
97 executive director of the Commission on Gaming. As used in sections
98 4-6 and 4-7, "department head" also means the Commissioner of
99 Education.

100 Sec. 4. Section 4-38c of the general statutes, as amended by section
101 13 of public act 18-169, is repealed and the following is substituted in
102 lieu thereof (*Effective July 1, 2019*):

103 There shall be within the executive branch of state government the
104 following departments: Office of Policy and Management, Department
105 of Administrative Services, Department on Aging, Department of
106 Revenue Services, Department of Banking, Department of Agriculture,
107 Department of Children and Families, Department of Consumer
108 Protection, Department of Correction, Department of Economic and
109 Community Development, State Board of Education, Department of
110 Emergency Services and Public Protection, Department of Energy and
111 Environmental Protection, Department of Public Health, Board of
112 Regents for Higher Education, Insurance Department, Labor
113 Department, Department of Mental Health and Addiction Services,
114 Department of Developmental Services, Department of Social Services,

115 Department of Rehabilitation Services, Department of Transportation,
116 Department of Motor Vehicles, [and] Department of Veterans Affairs
117 and Commission on Gaming.

118 Sec. 5. Section 4-38c of the general statutes, as amended by section 7
119 of public act 17-237, section 287 of public act 17-2 of the June special
120 session and section 21 of public act 18-182, is repealed and the
121 following is substituted in lieu thereof (*Effective July 1, 2020*):

122 There shall be within the executive branch of state government the
123 following departments: Office of Policy and Management, Department
124 of Administrative Services, Department of Revenue Services,
125 Department of Banking, Department of Agriculture, Department of
126 Children and Families, Department of Consumer Protection,
127 Department of Correction, Department of Economic and Community
128 Development, State Board of Education, Department of Emergency
129 Services and Public Protection, Department of Energy and
130 Environmental Protection, Department of Public Health, Board of
131 Regents for Higher Education, Insurance Department, Labor
132 Department, Department of Mental Health and Addiction Services,
133 Department of Developmental Services, Department of Social Services,
134 Department of Transportation, Department of Motor Vehicles,
135 Department of Veterans Affairs, the Commission on Gaming and the
136 Technical Education and Career System.

137 Sec. 6. Section 7-169d of the general statutes is repealed and the
138 following is substituted in lieu thereof (*Effective July 1, 2019*):

139 (a) For the purposes of this section, (1) "bingo game" has the same
140 meaning as provided in section 7-169, and (2) "bingo products" means
141 bingo ball equipment, bingo cards or bingo paper.

142 (b) Each group or organization authorized to operate or conduct a
143 bingo game or series of bingo games pursuant to sections 7-169 to 7-
144 169c, inclusive, shall use bingo products that are (1) owned in full by
145 such group or organization, (2) used without compensation by such
146 group or organization, or (3) rented or purchased from a bingo

147 product manufacturer or equipment dealer who is registered with the
148 [Commissioner of Consumer Protection] Commission on Gaming in
149 accordance with subsection (c) of this section.

150 (c) Each applicant for registration as a bingo product manufacturer
151 or equipment dealer shall apply to the [Commissioner of Consumer
152 Protection] Commission on Gaming on such forms as the
153 commissioner prescribes. The application shall be accompanied by an
154 annual fee of two thousand five hundred dollars payable to the State
155 Treasurer. Each applicant for an initial registration shall submit to state
156 and national criminal history records checks conducted in accordance
157 with section 29-17a before such registration is issued.

158 (d) No registered bingo product manufacturer or equipment dealer
159 shall rent or sell any type of bingo product that has not been approved
160 by the [Commissioner of Consumer Protection] Commission on
161 Gaming.

162 (e) The [Commissioner of Consumer Protection] Commission on
163 Gaming may revoke for cause any registration issued pursuant to
164 subsection (c) of this section.

165 (f) The [Commissioner of Consumer Protection] Commission on
166 Gaming may adopt regulations, in accordance with chapter 54, to
167 implement the provisions of this section.

168 Sec. 7. Section 7-169h of the general statutes is repealed and the
169 following is substituted in lieu thereof (*Effective July 1, 2019*):

170 (a) For the purposes of this section and section 7-169i, as amended
171 by this act:

172 [(1) "Commissioner" means the Commissioner of Consumer
173 Protection;

174 (2) "Department" means the Department of Consumer Protection;]

175 (1) "Commission" means the Commission on Gaming;

176 [(3)] (2) "Sealed ticket" means a card with tabs which, when pulled,
177 expose pictures of various objects, symbols or numbers and which
178 entitles the holder of the ticket to receive a prize if the combination of
179 objects, symbols or numbers pictured matches what is determined to
180 be a winning combination;

181 [(4)] (3) "Distributor" means a person who is a resident of this state
182 and is registered with the [department] commission to provide
183 services related to the sale and distribution of sealed tickets to any
184 organization permitted to sell sealed tickets by the [department]
185 commission; and

186 [(5)] (4) "Manufacturer" means a person who is registered with the
187 [department] commission and who manufactures or assembles sealed
188 tickets from raw materials, supplies or subparts.

189 (b) No person shall sell, offer for sale or distribute a sealed ticket
190 who has not applied for and received a permit from the [department]
191 commission to sell sealed tickets.

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

194 (d) A distributor shall not purchase sealed tickets for sale or use in
195 this state from any person except a manufacturer. A distributor shall
196 have a physical office in this state and such office shall be subject to
197 inspection by the [commissioner or the commissioner's duly
198 designated agent] staff of the commission during normal business
199 hours. No organization or group or any person affiliated with an
200 organization or group permitted to sell sealed tickets under this
201 section shall be permitted to be a distributor.

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

204 (f) All sealed tickets purchased by a distributor for sale or use in this
205 state shall be stored or warehoused in this state prior to their sale to

206 any organization permitted to sell sealed tickets.

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

210 (h) The [department] commission may issue a permit to sell sealed
211 tickets to any organization or group specified in section 7-172.

212 (i) On and after July 1, 2011, the [department] commission may sell
213 any sealed tickets it has in its possession as of said date, provided it
214 does not purchase any new sealed tickets after said date. Permittees
215 shall purchase such sealed tickets from the [department] commission
216 at a cost which is equal to ten per cent of their resale value, until the
217 [department's] commission's supply of sealed tickets has been fully
218 depleted. After the [department's] commission's supply of sealed
219 tickets has been fully depleted, permittees shall purchase such sealed
220 tickets from a distributor at a cost which is equal to ten per cent of their
221 resale value. Each such distributor shall remit thirty per cent of its
222 gross revenue derived from such purchase fees to the State Treasurer
223 on a quarterly basis.

224 (j) Each applicant for registration as a manufacturer or distributor
225 shall apply to the [commissioner] commission on such forms as the
226 [commissioner] commission prescribes. A distributor's application
227 shall be accompanied by an annual fee of two thousand five hundred
228 dollars, payable to the State Treasurer, and a manufacturer's
229 application shall be accompanied by an annual fee of five thousand
230 dollars, payable to the State Treasurer. Each applicant for an initial
231 manufacturer or distributor registration shall submit to state and
232 national criminal history records checks conducted in accordance with
233 section 29-17a before such registration is issued.

234 (k) Notwithstanding the provisions of subsection (b) of section 53-
235 278b and subsection (d) of section 53-278c, sealed tickets may be sold,
236 offered for sale, displayed or open to public view only (1) during the
237 course of a bingo game conducted in accordance with the provisions of

238 section 7-169 and only at the location at which such bingo game is
239 conducted, (2) on the premises of any such organization or group
240 specified in subdivision (2) of subsection (h) of this section, (3) during
241 the conduct of a bazaar under the provisions of sections 7-170 to 7-186,
242 inclusive, as amended by this act, or (4) in conjunction with any social
243 function or event sponsored or conducted by any such organization
244 specified in subdivision (4) of subsection (h) of this section. Subject to
245 the provisions of section 7-169i, as amended by this act, permittees
246 may utilize a mechanical or electronic ticket dispensing machine
247 approved by the department to sell sealed tickets. Sealed tickets shall
248 not be sold to any person less than eighteen years of age. All proceeds
249 from the sale of tickets shall be used for a charitable purpose, as
250 defined in section 21a-190a.

251 (l) The fee for a permit to sell sealed tickets (1) issued to an
252 organization authorized to conduct bingo under a "Class A" or "Class
253 C" permit or to an organization specified in subdivision (4) of
254 subsection (h) of this section in conjunction with any social function or
255 event sponsored or conducted by such organization shall be fifty
256 dollars, (2) issued to an organization which holds a club permit or
257 nonprofit club permit under the provisions of chapter 545 shall be
258 seventy-five dollars, and (3) issued to an organization authorized to
259 conduct bingo under a "Class B" permit or an organization which
260 holds a permit to operate a bazaar shall be five dollars per day.

261 (m) The [commissioner] commission shall adopt regulations in
262 accordance with the provisions of chapter 54 to carry out the purposes
263 of this section including, but not limited to, regulations concerning (1)
264 qualifications of a charitable organization, (2) the price at which the
265 charitable organization shall resell tickets, (3) information required on
266 the ticket, including, but not limited to, the price per ticket, (4) the
267 percentage retained by the organization as profit, which shall be at
268 least ten per cent of the resale value of tickets sold, (5) the percentage
269 of the resale value of tickets to be awarded as prizes, which shall be at
270 least forty-five per cent, (6) apportionment of revenues received by the
271 [department] commission from the sale of tickets, and (7)

272 investigations of any charitable organization seeking a permit.

273 (n) (1) Whenever it appears to the [commissioner] commission after
274 an investigation that any person is violating or is about to violate any
275 provision of this section or administrative regulations issued pursuant
276 thereto, the [commissioner] commission may, [in his or her discretion,]
277 to protect the public welfare, order that any permit issued pursuant to
278 this section be immediately suspended or revoked and that the person
279 cease and desist from the actions constituting such violation or which
280 would constitute such violation. After such an order is issued, the
281 person named therein may, within fourteen days after receipt of the
282 order, file a written request for a hearing. Such hearing shall be held in
283 accordance with the provisions of chapter 54.

284 (2) Whenever the [commissioner] commission finds as the result of
285 an investigation that any person has violated any provision of this
286 section or administrative regulations issued pursuant thereto or made
287 any false statement in any application for a permit or in any report
288 required by the [commissioner] commission, the [commissioner]
289 commission may send a notice to such person by certified mail, return
290 receipt requested. Any such notice shall include (A) a reference to the
291 section or regulation alleged to have been violated or the application
292 or report in which an alleged false statement was made, (B) a short and
293 plain statement of the matter asserted or charged, (C) the fact that any
294 permit issued pursuant to this section may be suspended or revoked
295 for such violation or false statement and the maximum penalty that
296 may be imposed for such violation or false statement, and (D) the time
297 and place for the hearing. Such hearing shall be fixed for a date not
298 earlier than fourteen days after the notice is mailed.

299 (3) The [commissioner] commission shall hold a hearing upon the
300 charges made unless such person fails to appear at the hearing. Such
301 hearing shall be held in accordance with the provisions of chapter 54. If
302 such person fails to appear at the hearing or if, after the hearing, the
303 [commissioner] commission finds that such person committed such a
304 violation or made such a false statement, the [commissioner]

305 commission may [, in his or her discretion,] suspend or revoke such
306 permit and order that a civil penalty of not more than five hundred
307 dollars be imposed upon such person for such violation or false
308 statement. The [commissioner] commission shall send a copy of any
309 order issued pursuant to this subdivision by certified mail, return
310 receipt requested, to any person named in such order. Any person
311 aggrieved by a decision of the [commissioner] commission under this
312 subdivision shall have a right of appeal pursuant to section 4-183.

313 (4) Whenever the [commissioner] commission revokes a permit
314 issued pursuant to this section, [he or she] the commission shall not
315 issue any permit to such permittee for one year after the date of such
316 revocation.

317 Sec. 8. Section 7-169i of the general statutes is repealed and the
318 following is substituted in lieu thereof (*Effective July 1, 2019*):

319 (a) No permittee pursuant to section 7-169h, as amended by this act,
320 may use a mechanical or electronic ticket dispensing machine to sell
321 sealed tickets unless such machine is owned in full by the permittee or
322 is rented or purchased from a manufacturer or dealer who is registered
323 with the [Department of Consumer Protection] commission.

324 (b) Each applicant for registration as a manufacturer or dealer in
325 sealed ticket dispensing machines shall apply to the [commissioner]
326 commission on such forms as the [commissioner] commission
327 prescribes. The application for manufacturer shall be accompanied by
328 an annual fee of one thousand two hundred fifty dollars payable to the
329 State Treasurer. The application for dealer shall be accompanied by an
330 annual fee of six hundred twenty-five dollars payable to the State
331 Treasurer. Each applicant for initial registration shall submit to state
332 and national criminal history records checks conducted in accordance
333 with section 29-17a before such registration is issued.

334 (c) The [Department of Consumer Protection] commission may
335 revoke for cause any registration issued in accordance with subsection
336 (a) of this section.

337 (d) The [commissioner] commission may adopt regulations, in
338 accordance with chapter 54, to implement the provisions of this
339 section.

340 Sec. 9. Section 7-178 of the general statutes is repealed and the
341 following is substituted in lieu thereof (*Effective July 1, 2019*):

342 (a) No bazaar or raffle shall be conducted with any equipment
343 except such as is owned absolutely or used without payment of any
344 compensation therefor by the permittee or as is rented from a dealer in
345 such equipment who (1) has a principal place of business in this state,
346 and (2) is registered with the [Commissioner of Consumer Protection]
347 Commission on Gaming in such manner and on such form as [he] the
348 commission may prescribe, which form shall be accompanied by an
349 annual fee of three hundred seventy-five dollars payable to the
350 Treasurer of the state of Connecticut. No item of expense shall be
351 incurred or paid in connection with the holding, operating or
352 conducting of any bazaar or raffle pursuant to any permit issued under
353 sections 7-170 to 7-186, inclusive, as amended by this act, except such
354 as are bona fide items of reasonable amount for goods, wares and
355 merchandise furnished or services rendered, which are reasonably
356 necessary to be purchased or furnished for the holding, operating or
357 conducting thereof, and no commission, salary, compensation, reward
358 or recompense whatever shall be paid or given, directly or indirectly,
359 to any person holding, operating or conducting, or assisting in the
360 holding, operation or conduct of, any such bazaar or raffle. Each raffle
361 ticket shall have printed thereon the time, date and place of the raffle,
362 the three most valuable prizes to be awarded and the total number of
363 prizes to be awarded as specified on the form prescribed in section 7-
364 173. In addition to any other information required under this section to
365 be printed on a raffle ticket, each ticket for a raffle authorized pursuant
366 to a "Class No. 7" permit shall have printed thereon the time, date and
367 place of each raffle drawing.

368 (b) Notwithstanding the provisions of subsection (a) of this section,
369 a permittee may rent equipment from a dealer who does not have a

370 principal place of business in this state if an in-state dealer is
371 unavailable, provided such out-of-state dealer is registered with said
372 [commissioner] commission pursuant to the provisions of said
373 subsection (a).

374 Sec. 10. Section 12-557b of the general statutes is repealed and the
375 following is substituted in lieu thereof (*Effective July 1, 2019*):

376 As used in this chapter, sections 12-578a to 12-578e, inclusive, as
377 amended by this act, 12-579, as amended by this act, and 12-580,
378 chapter 226b, and section 53-278g, as amended by this act, unless the
379 context otherwise requires:

380 [(1) "Commissioner" means the Commissioner of Consumer
381 Protection;

382 (2) "Department" means the Department of Consumer Protection;]

383 (1) "Commission" means the Commission on Gaming;

384 [(3)] (2) "Business organization" means a partnership, incorporated
385 or unincorporated association, firm, corporation, trust or other form of
386 business or legal entity, other than a financial institution regulated by a
387 state or federal agency which is not exercising control over an
388 association licensee, but does not mean a governmental or sovereign
389 entity;

390 [(4)] (3) "Control" means the power to exercise authority over or
391 direct the management and policies of a person or business
392 organization;

393 [(5)] (4) "Casino gaming facility" means any casino gaming facility
394 authorized by any provision of the general statutes or a public or
395 special act to conduct authorized games on its premises, but does not
396 include any casino gaming facility located on Indian lands pursuant to
397 the Indian Gaming Regulatory Act, P.L. 100-497, 25 USC 2701 et seq.;

398 [(6)] (5) "Authorized game" means any game of chance specifically

399 authorized to be conducted at a casino gaming facility by any
400 provision of the general statutes or a public or special act; and

401 [(7)] (6) "Gross gaming revenue" means the total of all sums actually
402 received by a casino gaming facility from gaming operations less the
403 total of all sums paid as winnings to patrons of the casino gaming
404 facility, provided the total of all sums paid as winnings to such patrons
405 shall not include the cash equivalent value of any merchandise or
406 thing of value included in a jackpot or payout, and provided further
407 the issuance to or wagering by such patrons of any promotional
408 gaming credit shall not be included in the total of all sums actually
409 received by a casino gaming facility for the purposes of determining
410 gross gaming revenue.

411 Sec. 11. Section 12-559 of the general statutes is repealed and the
412 following is substituted in lieu thereof (*Effective July 1, 2019*):

413 The [commissioner] commission may employ stewards for
414 thoroughbred racing, judges for harness racing, greyhound racing and
415 jai alai, and veterinarians who shall be exempt from classified service,
416 and may employ, subject to the provisions of chapter 67, such other
417 employees as may be necessary to carry out the provisions of this
418 chapter. The [commissioner] commission shall require such persons to
419 submit to state and national criminal history records checks before
420 being employed. The criminal history records checks required
421 pursuant to this section shall be conducted in accordance with section
422 29-17a. All persons employed pursuant to this section, with the
423 exception of any steward, judge or veterinarian, shall be residents of
424 the state at the time of and during the full term of their employment.

425 Sec. 12. Section 12-560 of the general statutes is repealed and the
426 following is substituted in lieu thereof (*Effective July 1, 2019*):

427 The [commissioner] commission may, if [he] the executive director
428 of the commission determines that it is necessary, require any of the
429 [department's] commission's employees to give bond in such amount
430 as the commissioner may determine. Every such bond when duly

431 executed and approved shall be filed in the office of the Secretary of
432 the State. The cost of any such bond so given as aforesaid shall be part
433 of the necessary expenses of the department.

434 Sec. 13. Section 12-561 of the general statutes is repealed and the
435 following is substituted in lieu thereof (*Effective July 1, 2019*):

436 No [commissioner or] commission member, executive director of
437 the commission, unit head or employee of the [department]
438 commission shall directly or indirectly, individually or as a member of
439 a partnership or as a shareholder of a corporation, have any interest
440 whatsoever in dealing in any lottery, racing, fronton, betting enterprise
441 or casino gaming facility or in the ownership or leasing of any
442 property or premises used by or for any lottery, racing, fronton,
443 betting enterprise or casino gaming facility. No [commissioner or]
444 commission member, executive director or unit head shall, directly or
445 indirectly, wager at any off-track betting facility, race track or fronton
446 authorized under this chapter, purchase lottery tickets issued under
447 this chapter or play, directly or indirectly, any authorized game
448 conducted at a casino gaming facility. The [commissioner] commission
449 may adopt regulations in accordance with the provisions of chapter 54
450 to prohibit any employee of the [department] commission from
451 engaging, directly or indirectly, in any form of legalized gambling
452 activity in which such employee is involved because of his or her
453 employment with the [department] commission. For purposes of this
454 section, "unit head" means a managerial employee with direct
455 oversight of a legalized gambling activity.

456 Sec. 14. Section 12-562 of the general statutes is repealed and the
457 following is substituted in lieu thereof (*Effective July 1, 2019*):

458 (a) Except as provided in subsection (b) of this section, the
459 [commissioner] commission shall have power to enforce the provisions
460 of this chapter and chapter 226b, and shall adopt all necessary
461 regulations for that purpose and for carrying out, enforcing and
462 preventing violation of any of the provisions of this chapter, for the

463 inspection of licensed premises, enterprises or casino gaming facilities,
464 for insuring proper, safe and orderly conduct of licensed premises,
465 enterprises or casino gaming facilities and for protecting the public
466 against fraud or overcharge. The [commissioner] commission shall
467 have power generally to do whatever is reasonably necessary for the
468 carrying out of the intent of this chapter; and may call upon other
469 administrative departments of the state government and of municipal
470 governments for such information and assistance as [he or she] the
471 commission deems necessary to the performance of [his or her] the
472 commission's duties. The [commissioner] commission shall set racing
473 and jai alai meeting dates, except that the [commissioner] commission
474 may delegate to designated staff the authority for setting make-up
475 performance dates. The [commissioner] commission shall, as far as
476 practicable, avoid conflicts in the dates assigned for racing or the
477 exhibition of the game of jai alai in the state.

478 (b) The special [policemen] police officers in the [Department of
479 Consumer Protection] commission and the legalized gambling
480 investigative unit in the Division of State Police within the Department
481 of Emergency Services and Public Protection shall be responsible for
482 the criminal enforcement of the provisions of sections 7-169 to 7-186,
483 inclusive, as amended by this act, this chapter and chapters 226b and
484 229a. They shall have the powers and duties specified in section 29-7c,
485 as amended by this act.

486 Sec. 15. Section 12-563 of the general statutes is repealed and the
487 following is substituted in lieu thereof (*Effective July 1, 2019*):

488 All regulations of the [department] commission shall be adopted in
489 the manner provided in chapter 54. The [commissioner] commission
490 shall, at least annually, on or before December thirty-first of each year,
491 either (1) publish in convenient pamphlet form all regulations then in
492 force and shall furnish copies of such pamphlets to such persons who
493 desire such pamphlets, or (2) post such regulations on the
494 department's Internet web site.

495 Sec. 16. Section 12-563a of the general statutes is repealed and the
496 following is substituted in lieu thereof (*Effective July 1, 2019*):

497 The [Commissioner of Consumer Protection] commission shall,
498 within available resources, prepare and distribute informational
499 materials designed to inform the public of the programs available for
500 the prevention, treatment and rehabilitation of compulsive gamblers in
501 this state. The [commissioner] commission shall require any casino
502 gaming facility and any person or business organization which is
503 licensed to sell lottery tickets, operate an off-track betting system or
504 conduct wagering on racing events or jai alai games, to display such
505 informational materials at the casino gaming facility and each licensed
506 premise, respectively.

507 Sec. 17. Section 12-564 of the general statutes is repealed and the
508 following is substituted in lieu thereof (*Effective July 1, 2019*):

509 (a) The [commissioner] commission shall make an annual report in
510 writing to the Governor as provided in section 4-60 and shall make
511 such additional reports as the Governor may from time to time
512 reasonably request. The annual report shall include a statement of the
513 receipts and disbursements of the [department] commission, a
514 statement of the costs of administering the [department] commission, a
515 summary of its activities, and any additional information and
516 recommendations which the [commissioner] commission may deem of
517 value or which the Governor may request.

518 (b) The [commissioner] commission shall conduct studies
519 concerning the effect of legalized gambling on the citizens of this state
520 including, but not limited to, studies to determine the types of
521 gambling activity engaged in by the public and the desirability of
522 expanding, maintaining or reducing the amount of legalized gambling
523 permitted in this state. Such studies shall be conducted as often as the
524 [commissioner] commission deems necessary, except that no studies
525 shall be conducted before the fiscal year ending June 30, 2009, and
526 thereafter studies shall be conducted at least once every ten years. The

527 joint standing [committees] committee of the General Assembly having
528 cognizance of matters relating to [legalized gambling] public safety
529 and security shall [each] receive a report concerning each study carried
530 out, stating the findings of the study and the costs of conducting the
531 study.

532 Sec. 18. Section 12-564a of the general statutes is repealed and the
533 following is substituted in lieu thereof (*Effective July 1, 2019*):

534 The [Commissioner of Consumer Protection] commission shall
535 submit a report to the Commissioner of Emergency Services and Public
536 Protection and the joint standing committee of the General Assembly
537 having cognizance of matters relating to [legalized gambling] public
538 safety and security, not later than the fifteenth business day of each
539 month, which report shall set forth a detailed statement of (1) any
540 investigations conducted by the [Department of Consumer Protection]
541 commission in the previous month, and (2) such arrest data as the
542 Commissioner of Emergency Services and Public Protection or the
543 committee may require, including, but not limited to, the number of
544 arrests made by the special [policemen] police officer in the security
545 unit of the [Department of Consumer Protection] commission.

546 Sec. 19. Section 12-565 of the general statutes is repealed and the
547 following is substituted in lieu thereof (*Effective July 1, 2019*):

548 The [commissioner] commission may conduct any inquiry,
549 investigation or hearing necessary to carry out the provisions of this
550 chapter. The [commissioner] commission shall have power to
551 administer oaths and take testimony under oath concerning the matter
552 of inquiry or investigation. At any hearing ordered, the [commissioner]
553 commission or an agent authorized by law to issue such process may
554 subpoena witnesses and require the production of records, papers and
555 documents pertinent to such inquiry. No witness under subpoena
556 issued under the provisions of this section shall be excused from
557 testifying or from producing records, papers or documents on the
558 ground that such testimony or the production of such records or other

559 documentary evidence would tend to incriminate him, but such
560 evidence or the records or papers so produced shall not be used in any
561 criminal proceeding against him. If any person disobeys such process
562 or, having appeared in obedience thereto, refuses to answer any
563 pertinent question put to him or to produce any records and papers
564 pursuant thereto, the [commissioner] commission may apply to the
565 superior court for the judicial district of Hartford or for the judicial
566 district wherein the person resides or wherein the business has been
567 conducted, or to any judge of said court if the same is not in session,
568 setting forth such disobedience to process or refusal to answer. Said
569 court or such judge shall cite such person to appear before said court
570 or such judge to answer such question or to produce such records and
571 papers and, upon his refusal to do so, shall commit such person to a
572 community correctional center until he testifies, but not for a longer
573 period than sixty days. Notwithstanding the serving of the term of
574 such commitment by any person, the [commissioner] commission may
575 proceed with such inquiry and examination as if the witness had not
576 previously been called upon to testify. Officers who serve subpoenas
577 issued by the [commissioner] commission or under [his] the
578 commission's authority and witnesses attending hearings conducted
579 under this section shall receive the same fees and compensation as
580 officers and witnesses in the courts of this state to be paid on vouchers
581 of the [department] commission on order of the Comptroller. The
582 [commissioner] commission may delegate the powers granted [to him]
583 under this section.

584 Sec. 20. Section 12-565a of the general statutes is repealed and the
585 following is substituted in lieu thereof (*Effective July 1, 2019*):

586 The [Commissioner of Consumer Protection] commission shall
587 adopt regulations, in accordance with the provisions of chapter 54, to
588 regulate wagering on sporting events to the extent permitted by state
589 and federal law.

590 Sec. 21. Section 12-566 of the general statutes is repealed and the
591 following is substituted in lieu thereof (*Effective July 1, 2019*):

592 The [commissioner] commission shall provide books in which shall
593 be kept a true, faithful and correct record of all of the [department's]
594 commission's proceedings, which books shall be open to the public as
595 provided in section 1-210.

596 Sec. 22. Section 12-568a of the general statutes is repealed and the
597 following is substituted in lieu thereof (*Effective July 1, 2019*):

598 The [Department of Consumer Protection] commission shall adopt
599 regulations, in accordance with chapter 54, for the purpose of assuring
600 the integrity of the state lottery, concerning the regulation of the state
601 lottery under the operation and management of the Connecticut
602 Lottery Corporation. Such regulations shall include: (1) The licensing
603 of employees of the Connecticut Lottery Corporation and any person
604 or business organization awarded the primary contract by said
605 corporation to provide facilities, components, goods or services which
606 are necessary for the operation of the activities authorized by chapter
607 229a; (2) the approval of procedures of the corporation; (3) the time
608 period for complying with the regulations governing said approval of
609 procedures; (4) offerings of lottery games; (5) minimum prize payouts
610 and payments; (6) regulation of lottery sales agents including
611 qualifications for licensure and license suspension and revocation; (7)
612 assurance of the integrity of the state lottery including the computer
613 gaming system, computer internal control and system testing; and (8)
614 limitations on advertising and marketing content to assure public
615 information as to the odds of winning the lottery and the prohibition
616 of sales of tickets to minors.

617 Sec. 23. Section 12-569 of the general statutes is repealed and the
618 following is substituted in lieu thereof (*Effective July 1, 2019*):

619 (a) If the president of the Connecticut Lottery Corporation
620 determines that any lottery sales agent has breached such agent's
621 fiduciary responsibility to the corporation in that the account of such
622 lottery sales agent with respect to moneys received from the sale of
623 lottery tickets has become delinquent in accordance with regulations

624 adopted as provided in section 12-568a, as amended by this act, the
625 president shall notify the [commissioner] commission of the breach of
626 fiduciary duty and the [commissioner] commission shall impose a
627 delinquency assessment upon such account equal to ten per cent of the
628 amount due or ten dollars, whichever amount is greater, plus interest
629 at the rate of one and one-half per cent of such amount for each month
630 or fraction of a month from the date such amount is due to the date of
631 payment. Subject to the provisions of section 12-3a, the [commissioner]
632 commission may waive all or part of the penalties provided under this
633 subsection when it is proven to the [commissioner's] commission's
634 satisfaction that the failure to pay such moneys to the state within the
635 time allowed was due to reasonable cause and was not intentional or
636 due to neglect. Any such delinquent lottery sales agent shall be
637 notified of such delinquency assessment and shall be afforded an
638 opportunity to contest the validity and amount of such assessment
639 [before the commissioner who may conduct such hearing] at a
640 commission hearing. Upon request of the president of the Connecticut
641 Lottery Corporation, the [commissioner] commission may prepare and
642 sign a warrant directed to any state marshal, constable or any
643 collection agent employed by the Connecticut Lottery Corporation for
644 distraint upon any property of such delinquent lottery sales agent
645 within the state, whether personal or real property. An itemized bill
646 shall be attached to the warrant certified by the [commissioner]
647 commission as a true statement of the amount due from such lottery
648 sales agent. Such warrant shall have the same force and effect as an
649 execution issued in accordance with chapter 906. Such warrant shall be
650 levied on any real, personal, tangible or intangible property of such
651 agent and sale made pursuant to such warrant in the same manner and
652 with the same force and effect as a levy and sale pursuant to an
653 execution.

654 (b) The [commissioner] commission shall adopt regulations in
655 accordance with chapter 54 to carry out the purposes of this section.

656 Sec. 24. Section 12-571 of the general statutes is repealed and the
657 following is substituted in lieu thereof (*Effective July 1, 2019*):

658 (a) The [Commissioner of Consumer Protection] commission shall
659 enter into negotiations with a person or business organization for the
660 award of a contract of sale of the off-track betting system including,
661 but not limited to, the assets and liabilities of the system and the right
662 to operate the system. Such contract of sale shall authorize the
663 purchaser of the system to establish and conduct a system of off-track
664 betting on races held within or without the state pursuant to the
665 provisions of this chapter. All proceeds derived from such sale shall be
666 deposited as provided in section 39 of public act 93-332. Until the
667 effective date of transfer of ownership of the off-track betting system,
668 the [commissioner] commission shall establish and conduct systems of
669 off-track betting on races held within or without the state pursuant to
670 the provisions of this chapter. It is hereby declared that off-track
671 betting on races conducted under the administration or regulatory
672 authority of the [department] commission in the manner and subject to
673 the conditions of this chapter shall be lawful notwithstanding the
674 provisions of any other law, general, special or municipal, including
675 any law prohibiting or restricting lotteries, bookmaking or any other
676 kind of gambling, it being the purpose of this chapter to derive from
677 such betting, as authorized by this chapter, a reasonable revenue for
678 the support of state government and to prevent and curb unlawful
679 bookmaking and illegal betting on races.

680 (b) Until the effective date of transfer of ownership of the off-track
681 betting system, the [commissioner] commission shall adopt rules and
682 regulations, consistent with this chapter, establishing and governing
683 the permitted method or methods of operation of the system of off-
684 track betting.

685 Sec. 25. Section 12-571a of the general statutes is repealed and the
686 following is substituted in lieu thereof (*Effective July 1, 2019*):

687 (a) The [Department of Consumer Protection] commission shall not
688 operate or authorize the operation of more than twenty-four off-track
689 betting branch facilities, except that the [department] commission may
690 operate or authorize the operation of any off-track betting branch

691 facility approved prior to December 31, 1986, by the legislative body of
692 a municipality in accordance with subsection (a) of section 12-572, as
693 amended by this act. Any facility approved prior to December 31, 1986,
694 shall be included within the twenty-four facilities authorized by this
695 subsection.

696 (b) The twenty-four off-track betting branch facilities authorized by
697 subsection (a) of this section may include facilities which have screens
698 for the simulcasting of off-track betting race programs or jai alai games
699 and other amenities including, but not limited to, restaurants and
700 concessions, and, on and after October 1, 2012, shall be located in the
701 town and city of New Haven, the town of Windsor Locks, the town of
702 East Haven, the town and city of Norwalk, the town and city of
703 Hartford, the town and city of New Britain, the town and city of
704 Bristol, the town and city of Torrington, the town and city of
705 Waterbury, the town and city of Milford, the town and city of New
706 London, the town of Manchester, the town of Windham, the town of
707 Putnam, the town and city of Bridgeport and nine additional locations.
708 The location of each such facility and the addition of simulcasting
709 capability to any existing off-track betting branch facility that did not
710 previously have such capability (1) shall be approved by the
711 [commissioner] commission, and (2) shall be subject to the prior
712 approval of the legislative body of the town in which such facility is
713 located or is proposed to be located. The [department] commission
714 shall report annually to the joint standing committee of the General
715 Assembly having cognizance of matters relating to [legalized
716 gambling] public safety and security on the status of the establishment
717 or improvement of the off-track betting branch facility pursuant to this
718 subsection.

719 Sec. 26. Section 12-572 of the general statutes is repealed and the
720 following is substituted in lieu thereof (*Effective July 1, 2019*):

721 (a) The [commissioner] commission may establish or authorize the
722 establishment of such off-track betting facilities throughout the state
723 for the purpose of receiving moneys wagered on the results of races or

724 jai alai games as he shall deem will serve the convenience of the public
725 and provide maximum economy and efficiency of operation, provided
726 the establishment of such a facility in any municipality for the purpose
727 of receiving moneys on the results of races or jai alai games shall be
728 subject to the approval of the legislative body of such municipality
729 which shall be given only after a public hearing on the same. Until the
730 effective date of transfer of ownership of the off-track betting system,
731 moneys received at such facilities shall be deposited in a betting fund
732 from which daily payments, in such amount as the [commissioner]
733 commission deems suitable, shall be made. If an operator of an off-
734 track betting facility intends to conduct wagering on dog racing events
735 or jai alai games, such operator (1) shall conduct wagering on dog
736 racing events or jai alai games conducted by any association licensee
737 which offers such racing events or games for off-track betting,
738 provided such operator obtains the written consent of such licensee,
739 and (2) may conduct wagering on out-of-state dog racing events or jai
740 alai games when no such association licensee is conducting such racing
741 events or games, provided such operator has complied with the
742 provisions of subdivision (1) of this subsection. No operator of an off-
743 track betting facility shall conduct wagering on any dog racing event
744 or jai alai game if such racing event or game is conducted within forty
745 miles of such facility unless such operator has obtained the written
746 consent of the licensee conducting such racing event or game.

747 (b) The [commissioner] commission may contract with any person
748 or business organization to provide such facilities, components, goods
749 or services as may be necessary for the effective operation of an off-
750 track betting system. Compensation for such facilities, components,
751 goods or services shall be deducted from the moneys retained
752 pursuant to subsections (c) and (d) of this section in such amount as
753 the [commissioner] commission shall determine.

754 (c) The [department] commission or any person or business
755 organization operating an off-track betting system shall distribute all
756 sums deposited in a pari-mutuel pool, to the holders of winning tickets
757 therein, less seventeen per cent of the total deposits of such pool plus

758 the breakage to the dime of the amount so retained, except as provided
759 in subsection (d) of this section.

760 (d) (1) If the multiple forms of wagering known as daily double,
761 exacta and quinella are permitted, the [department] commission or any
762 person or business organization operating the off-track betting system
763 shall distribute all sums deposited in the pari-mutuel pool for any such
764 event to the holders of winning tickets therein, less nineteen per cent of
765 the total deposits in such pool plus the breakage to the dime.

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

771 (e) The [department] commission or any person or business
772 organization operating an off-track betting system and conducting
773 wagering on racing events or jai alai games held in this state and
774 licensed under the provisions of this chapter shall distribute all sums
775 deposited in a pari-mutuel pool to the holders of winning tickets
776 therein, less the same percentage of the total deposits of such pool
777 applicable to such racing events or jai alai games plus the breakage to
778 the dime of the amount retained by each licensee conducting the racing
779 events or jai alai games.

780 (f) Any person or business organization which has entered into a
781 contract with the state, acting through the [commissioner] commission
782 under the provisions of subsection (b) of this section, except a contract
783 with an individual for personal services, may, in the event of any
784 disputed claims under such contract, bring an action against the state
785 to the superior court for the judicial district of Hartford for the purpose
786 of having such claims determined, provided notice of the general
787 nature of such claims shall have been given in writing to the
788 [department] commission not later than one year after the termination
789 of such contract. No action shall be brought under this section later

790 than three years from the date of termination of the contract. Such
791 action shall be tried to the court without a jury. Damages recoverable
792 in such action shall not include any amount attributable to anticipated
793 profits but shall be limited to the recovery of actual damages sustained
794 arising out of such contract. All legal defenses except governmental
795 immunity shall be reserved to the state.

796 (g) The [department] commission or any person or business
797 organization operating an off-track betting system may combine
798 wagers placed within such off-track betting system with similar
799 wagering pools at the facility where a racing program is being
800 conducted, regardless of whether such facility is located within or
801 without the state. Such pari-mutuel wagers shall be combined in such
802 form and manner as the [commissioner] commission may determine to
803 be in the best interests of the off-track betting system established
804 pursuant to the provisions of section 12-571, as amended by this act.
805 Notwithstanding the provisions of subsection (c) or (d) of this section,
806 the [department] commission or any person or business organization
807 operating an off-track betting system and conducting wagering on
808 racing events held without this state, may distribute to the holders of
809 winning tickets who have placed wagers in said combined pools such
810 sums as may be deposited in said combined pari-mutuel pools, less the
811 same percentage of the total deposits of such combined pools as is
812 established at the facility where such racing program is conducted plus
813 the breakage to the dime, as shall be determined by the [commissioner]
814 commission.

815 Sec. 27. Section 12-573 of the general statutes is repealed and the
816 following is substituted in lieu thereof (*Effective July 1, 2019*):

817 Until the effective date of transfer of ownership of the off-track
818 betting system, and from time to time the [commissioner] commission
819 shall estimate, and certify to the Comptroller, that portion of the
820 balance in the betting fund which is in excess of the current needs of
821 the [department] commission for the payment of prizes and for the
822 payment of compensation under section 12-572, as amended by this

823 act. Upon receipt of any such certification, the amount so certified shall
824 be transferred from the betting fund to the General Fund.

825 Sec. 28. Section 12-573a of the general statutes is repealed and the
826 following is substituted in lieu thereof (*Effective July 1, 2019*):

827 The [department] commission may authorize the operation of
828 frontons in the state for exhibition of the Spanish ball game called jai
829 alai or pelota. The operation of all frontons shall be under the
830 supervision of the [department] commission.

831 Sec. 29. Section 12-574 of the general statutes is repealed and the
832 following is substituted in lieu thereof (*Effective July 1, 2019*):

833 (a) No person or business organization may conduct a meeting at
834 which racing or the exhibition of jai alai is permitted for any stake,
835 purse or reward or operate the off-track betting system unless such
836 person or business organization is licensed as an association licensee
837 by the [commissioner] commission. Any such licensee authorized to
838 conduct a meeting or operate the off-track betting system shall
839 indemnify and save harmless the state of Connecticut against any and
840 all actions, claims, and demands of whatever kind or nature which the
841 state may sustain or incur by reason or in consequence of issuing such
842 license.

843 (b) No person or business organization may operate any concession
844 at any meeting at which racing or the exhibition of jai alai is permitted
845 or any concession which is allied to an off-track betting facility unless
846 such person or business organization is licensed as a concessionaire
847 licensee by the [commissioner] commission.

848 (c) No person or business organization awarded the primary
849 contract by an association licensee to provide facilities, components,
850 goods or services which are necessary for the operation of the activities
851 authorized by the provisions of section 12-572, as amended by this act,
852 may do so unless such person or business organization is licensed as a
853 vendor licensee by the [commissioner] commission.

854 (d) No person or business organization may provide totalizator
855 equipment and services to any association licensee for the operation of
856 a pari-mutuel system unless such person or business organization is
857 licensed as a totalizator licensee by the [commissioner] commission.

858 (e) No business organization, other than a shareholder in a publicly
859 traded corporation, may exercise control in or over an association, a
860 concessionaire, a vendor or a totalizator licensee unless such business
861 organization is licensed as an affiliate licensee by the [commissioner]
862 commission. The [commissioner] commission shall issue affiliate
863 licenses to qualified business organizations.

864 (f) No person may participate in this state in any activity permitted
865 under this chapter as an employee of an association, concessionaire,
866 vendor, totalizator or affiliate licensee unless such person is licensed as
867 an occupational licensee by the [commissioner] commission. Whether
868 located in or out of this state, no officer, director, partner, trustee or
869 owner of a business organization which obtains a license in accordance
870 with this section may continue in such capacity unless such officer,
871 director, partner, trustee or owner is licensed as an occupational
872 licensee by the [commissioner] commission. An occupational license
873 shall also be obtained by any shareholder, key executive, agent or
874 other person connected with any association, concessionaire, vendor,
875 totalizator or affiliate licensee, who in the judgment of the
876 [commissioner] commission will exercise control in or over any such
877 licensee. Such person shall apply for a license not later than thirty days
878 after the [commissioner] commission requests [him] such person, in
879 writing, to do so. The [commissioner] commission shall complete [his]
880 an investigation of an applicant for an occupational license and notify
881 such applicant of [his] the commission's decision to approve or deny
882 the application within one year after its receipt, or, if the
883 [commissioner] commission determines good cause exists for
884 extending such period of investigation and gives the applicant a
885 reasonable opportunity for a hearing, by the date prescribed by the
886 [commissioner] commission.

887 (g) In determining whether to grant a license, the [commissioner]
888 commission may require the applicant to submit information as to:
889 Financial standing and credit; moral character; criminal record, if any;
890 previous employment; corporate, partnership or association
891 affiliations; ownership of personal assets; and such other information
892 as it or he deems pertinent to the issuance of such license.

893 (h) The [commissioner] commission may reject for good cause an
894 application for a license. Any license granted under the provisions of
895 this chapter is a revocable privilege and no licensee shall be deemed to
896 have acquired any vested rights based on the issuance of such license.
897 The [commissioner, the deputy commissioner, the executive assistant]
898 commission members, executive director, any unit head or any
899 assistant unit head authorized by the [commissioner] commission may
900 suspend or revoke for good cause any license issued by the
901 [commissioner] commission after a hearing held in accordance with
902 chapter 54. If any affiliate licensee fails to comply with the provisions
903 of this chapter, the [commissioner] commission, after a hearing held in
904 accordance with chapter 54, may revoke or suspend the license of any
905 one or more of the following related licensees: Concessionaire, vendor
906 or totalizator, and may fine any one or more of such licensees in an
907 amount not to exceed two thousand five hundred dollars. In addition,
908 if any affiliate licensee fails to comply with the provisions of this
909 chapter, the [commissioner] commission, after a hearing held in
910 accordance with chapter 54, may revoke or suspend the license of the
911 related association licensee and may fine the related association
912 licensee in an amount not to exceed seventy-five thousand dollars or
913 both. If any license is suspended or revoked, the [commissioner]
914 commission shall state the reasons for such suspension or revocation
915 and cause an entry of such reasons to be made on the record books of
916 the [department] commission. Any licensee whose license is
917 suspended or revoked, or any applicant aggrieved by the action of the
918 [commissioner] commission concerning an application for a license,
919 may appeal pursuant to section 4-183.

920 (i) The [commissioner] commission shall adopt regulations

921 governing the operation of the off-track betting system and facilities,
922 tracks, stables, kennels and frontons, including the regulation of
923 betting in connection therewith, to insure the integrity and security of
924 the conduct of meetings and the broadcast of racing events held
925 pursuant to this chapter. Such regulations shall include provision for
926 the imposition of fines and suspension of licenses for violations
927 thereof. Prior to the adoption of any regulations concerning the
928 treatment of animals at any dog race track, the [commissioner]
929 commission shall notify the National Greyhound Association of the
930 contents of such regulations and of its right to request a hearing
931 pursuant to chapter 54. The [commissioner] commission shall have the
932 authority to impose a fine of up to (1) seventy-five thousand dollars for
933 any violation of such regulations by a licensee authorized to conduct a
934 meeting or operate the off-track betting system under this section; (2)
935 five thousand dollars for any violation of such regulations by a
936 business organization licensed as an affiliate licensee authorized to
937 exercise control over an association; and (3) two thousand five
938 hundred dollars for any such violation by any other licensee licensed
939 by the [commissioner] commission. The stewards or judges of a
940 meeting acting in accordance with such regulations shall have the
941 authority to impose a fine of up to five hundred dollars for any such
942 violation by such licensee, and the players' manager of a jai alai
943 exhibition acting in accordance with such regulations shall have the
944 authority to recommend to the judges that a fine should be considered
945 for a player who may have violated such regulations. The
946 [commissioner] commission may delegate to the stewards and judges
947 of a meeting the power to suspend the license of any occupational
948 licensee employed in this state by an association licensee for a period
949 not to exceed sixty days for any violation of such regulations. If any
950 license is suspended, such stewards and judges of a meeting shall state
951 the reasons therefor in writing. All fines imposed pursuant to this
952 section shall be paid over to the General Fund upon receipt by the
953 department. Any person or business organization fined or suspended
954 pursuant to this section shall have a right of appeal to the
955 [commissioner] commission for a hearing that shall be conducted

956 pursuant to chapter 54. Any person or business organization aggrieved
957 by a decision of the [commissioner] commission following such a
958 hearing shall have a right of appeal pursuant to section 4-183.

959 (j) The [commissioner] commission shall have the power to require
960 that the books and records of any licensee, other than an occupational
961 licensee, shall be maintained in any manner which he may deem best,
962 and that any financial or other statements based on such books and
963 records shall be prepared in accordance with generally accepted
964 accounting principles in such form as he shall prescribe. The
965 [commissioner or his] commission or a commission designee shall also
966 be authorized to visit, to investigate and to place expert accountants
967 and such other persons as he may deem necessary, in the offices,
968 tracks, frontons, off-track betting facilities or places of business of any
969 such licensee, for the purpose of satisfying himself or herself that the
970 [department's] commission's regulations are strictly complied with.

971 (k) The [commissioner] commission may at any time for good cause
972 require the removal of any employee or official employed by any
973 licensee hereunder.

974 (l) The [commissioner] commission may, on [his or her own] the
975 commission's motion or upon application, exempt any person or
976 business organization from the licensing requirements of this chapter
977 or some or all of the disclosure requirements of chapter 226b, provided
978 the applicant does not exercise control in or over an integral part of
979 any activity which is authorized under this chapter. The burden of
980 proving that an exemption should be granted rests solely with the
981 applicant. The [commissioner] commission may limit or condition the
982 terms of an exemption and such determination shall be final.

983 (m) Any person aiding or abetting in the operation of an off-track
984 betting system or the conduct of any meeting within this state at which
985 racing or the exhibition of the game of jai alai shall be permitted for
986 any stake, purse or reward, except in accordance with a license duly
987 issued and unsuspended or unrevoked by the commissioner, shall be

988 guilty of a class A misdemeanor.

989 (n) The majority of the membership of the board of directors of any
990 corporation licensed to operate the off-track betting system or to hold
991 or conduct any meeting within the state of Connecticut at which racing
992 or the exhibition of the game of jai alai shall be permitted for any stake,
993 purse or reward, shall be residents of the state of Connecticut.

994 (o) Any license granted under this section, other than an association
995 license authorizing the licensee to conduct a meeting or operate the off-
996 track betting system, as described in subsection (a) of this section, or an
997 affiliate license authorizing the licensee to exercise control in or over
998 an association licensee, as described in subsection (e) of this section,
999 shall be effective for not more than one year from the date of issuance.
1000 Initial application for and renewal of any license shall be in such form
1001 and manner as the [commissioner] commission shall prescribe by
1002 regulation.

1003 (p) Any person or business organization issued a license to conduct
1004 dog racing shall establish a pet adoption program for the proper
1005 housing and care of retired greyhounds and shall provide financial
1006 support for such program and any facility operated to implement such
1007 program.

1008 (q) Any person or business organization issued a license to conduct
1009 dog racing pursuant to subsection (c) of section 12-574c, as amended
1010 by this act, shall employ persons who, at the time of employment, are
1011 recipients of assistance under the state-administered general assistance
1012 program, state supplement program, medical assistance program,
1013 temporary family assistance program or supplemental nutrition
1014 assistance program to fill not less than twenty per cent of the positions
1015 created by the conversion of a jai alai fronton to a dog race track if such
1016 persons have been trained for such employment by public or publicly
1017 funded agencies in coordination with such licensee.

1018 (r) Any person or business organization issued a license to conduct
1019 dog racing pursuant to subsection (c) of section 12-574c, as amended

1020 by this act, shall provide an on-site child care center, as described in
1021 section 19a-77, for use by employees of the dog race track. Such
1022 licensee shall employ persons who, at the time of employment, are
1023 recipients of aid under chapter 302 or 308 to fill not less than fifty per
1024 cent of the positions at such child care center if such persons have been
1025 trained for such employment by public or publicly funded agencies in
1026 coordination with such licensee.

1027 (s) Notwithstanding any other provisions of this chapter to the
1028 contrary, any person or business organization issued a license to
1029 conduct dog racing may operate on a year-round basis and may
1030 conduct such number of performances as it may elect, provided the
1031 total number of such performances does not exceed five hundred
1032 eighty performances in any calendar year.

1033 Sec. 30. Section 12-574a of the general statutes is repealed and the
1034 following is substituted in lieu thereof (*Effective July 1, 2019*):

1035 (a) Whenever a person or business organization files an application
1036 with the [department] commission for a license to conduct an activity
1037 regulated by section 12-574, as amended by this act, exclusive of
1038 renewal license applications, the [department] commission shall
1039 forward within five days to the town clerk of the town within which
1040 such activity is proposed to be carried on a statement specifying the
1041 prospective applicant, the proposed activity, the site on which such
1042 activity is proposed to be conducted and the fact that an application
1043 has been filed with the [department] commission. Within ten days
1044 after such statement has been filed, such town clerk shall cause notice
1045 of such filing to be published in a newspaper having a circulation in
1046 the town wherein the activity is to be conducted. The question of the
1047 approval of the conducting of such activity shall be submitted to the
1048 electors of such town at a special election called for the purpose to be
1049 held not less than thirty nor more than sixty days after such
1050 publication, in conformity with the provisions of section 9-369, or at a
1051 regular town election if such election is to be held more than sixty but
1052 not more than one hundred twenty days after such publication, such

1053 question shall be so submitted and the vote shall be taken in the
1054 manner prescribed by said section 9-369. The town clerk shall notify
1055 the [department] commission of the results of such election. The
1056 disapproval of the conducting of such activity by a majority of those
1057 voting on the question shall be a bar to the granting of a license to such
1058 applicant to conduct such activity at such location. All costs incurred
1059 by a municipality in connection with such referendum shall be paid to
1060 said municipality by the person or business organization filing such
1061 application for such license. The provisions of this subsection shall not
1062 apply to any licensee authorized to operate the off-track betting system
1063 with respect to any off-track betting facility approved prior to June 25,
1064 1993.

1065 (b) No licensee may conduct any racing or jai alai event on any
1066 Sunday without the prior approval of the legislative body of the town
1067 in which the event is scheduled to take place.

1068 (c) No licensee authorized to operate the off-track betting system
1069 may conduct any off-track pari-mutuel wagering on any racing
1070 program on any Sunday without the prior approval of the legislative
1071 body of the town in which such off-track betting facility is located.

1072 (d) Notwithstanding the provisions of subsection (a) of this section,
1073 the prior approval of the legislative body only of the town shall be
1074 required in the event the [department] commission issues a license
1075 pursuant to subsection (c) of section 12-574c, as amended by this act.

1076 Sec. 31. Section 12-574c of the general statutes is repealed and the
1077 following is substituted in lieu thereof (*Effective July 1, 2019*):

1078 (a) The [Department of Consumer Protection] commission shall not
1079 issue a license authorizing any person, firm, corporation or association
1080 to conduct horse racing, dog racing or jai alai events.

1081 (b) Notwithstanding the provisions of subsection (a) of this section,
1082 the [department] commission may renew any license issued prior to
1083 May 23, 1979, or issue such a license to a currently operating facility.

1084 (c) Notwithstanding the provisions of subsection (a) of this section,
1085 the [department] commission may, on or after July 5, 1991, issue one
1086 additional license authorizing a person or business organization to
1087 conduct dog racing to a person or business organization holding a
1088 license to conduct jai alai events or to the successor of such business
1089 organization upon the surrender of the license to conduct jai alai
1090 events.

1091 (d) No licensee shall move any horse race track, dog race track or jai
1092 alai fronton to any municipality other than the municipality in which
1093 such facility was located on July 5, 1991.

1094 Sec. 32. Section 12-574d of the general statutes is repealed and the
1095 following is substituted in lieu thereof (*Effective July 1, 2019*):

1096 (a) The [Commissioner of Consumer Protection] commission may
1097 order the random collection and testing of urine specimens from
1098 racing dogs following a race or at any time during a meet conducted
1099 by any licensee authorized to conduct dog racing events under the
1100 pari-mutuel system. If the [commissioner] commission determines
1101 from such random testing that the integrity of dog racing events may
1102 be compromised, the [commissioner] commission may order the
1103 conduct of more frequent testing at one or more dog race tracks for
1104 such period of time as the [commissioner] commission deems
1105 necessary or advisable. The [commissioner] commission shall
1106 determine the laboratory responsible for the conduct of such testing
1107 and the amount of the fee for such test which shall be based upon the
1108 actual cost of such test and which shall be payable on a basis
1109 determined by the [commissioner] commission. Each such licensee
1110 shall pay such fee directly to such laboratory with respect to racing
1111 dogs at its dog race track.

1112 (b) The [commissioner] commission shall adopt regulations, in
1113 accordance with the provisions of chapter 54, to implement the
1114 provisions of subsection (a) of this section. The [commissioner]
1115 commission may implement policies and procedures necessary to

1116 carry out the provisions of subsection (a) of this section while in the
1117 process of adopting regulations, provided the [commissioner]
1118 commission prints notice of intent to adopt the regulations in the
1119 Connecticut Law Journal within twenty days after implementation.
1120 Such policies and procedures shall be valid until the time final
1121 regulations are effective.

1122 Sec. 33. Section 12-575 of the general statutes is repealed and the
1123 following is substituted in lieu thereof (*Effective July 1, 2019*):

1124 (a) The [department] commission may permit at racing events,
1125 exhibitions of the game of jai alai licensed under the provisions of this
1126 chapter or at off-track betting facilities, betting under a pari-mutuel
1127 system, so called, including standard pari-mutuel, daily double,
1128 exacta, quinella, trifecta, superfecta, twin trifecta, pick four and pick
1129 six betting, and such other forms of multiple betting as the department
1130 may determine.

1131 (b) The pari-mutuel system, so called, shall not be used or permitted
1132 at any location other than the race track at which the racing event is
1133 licensed to be conducted or the fronton at which the game of jai alai is
1134 licensed to be played or at an off-track betting facility operated by the
1135 [department] commission or by a licensee authorized to operate the
1136 off-track betting system. A computerized electronic totalizator system,
1137 approved by the [commissioner] commission, shall be used to conduct
1138 pari-mutuel wagering at each racing or jai alai event. A computerized
1139 electronic totalizator system approved by the [commissioner]
1140 commission and, where authorized by subsection (b) of section 12-
1141 571a, as amended by this act, and approved by the [commissioner]
1142 commission, a simulcast system shall be used to conduct pari-mutuel
1143 wagering and simulcasting of off-track betting race programs at off-
1144 track betting facilities. The [commissioner] commission may require
1145 any licensee to submit information concerning the daily operation of
1146 such totalizator or simulcast system which [he] the commission deems
1147 necessary for the effective administration of this chapter, including
1148 records of all wagering transactions, in such form and manner as [he]

1149 the commission shall prescribe.

1150 (c) (1) Except as provided in subdivision (2) of this subsection, each
1151 licensee conducting horse racing events under the pari-mutuel system
1152 shall distribute all sums deposited in any pari-mutuel program to the
1153 holders of winning tickets therein, less seventeen per cent of the total
1154 deposits plus the breakage to the dime of the amount so retained; each
1155 licensee conducting jai alai events shall distribute all sums deposited in
1156 any pari-mutuel program to the holders of winning tickets therein, less
1157 a maximum of eighteen per cent of the deposits in the win, place or
1158 show pools and less a maximum of twenty-three per cent of the
1159 deposits in all other pools plus the breakage to the dime of the amount
1160 so retained; each licensee conducting dog racing events shall distribute
1161 all sums deposited in any pari-mutuel program to the holders of
1162 winning tickets therein, less a maximum of nineteen per cent of the
1163 deposits in the win, place or show pools and less a maximum of
1164 twenty-seven per cent of the deposits in all other pools plus the
1165 breakage to the dime of the amount so retained, or, shall distribute all
1166 sums deposited in all of its pari-mutuel programs conducted on any
1167 day to the holders of winning tickets therein less twenty per cent of the
1168 total deposits plus the breakage to the dime of the amount so retained,
1169 provided on and after July 1, 1992, each licensee conducting dog racing
1170 events on July 5, 1991, shall allocate four per cent of all sums deposited
1171 in any pari-mutuel program to purses, one-quarter of one per cent to
1172 capital expenditures for alterations, additions, replacement changes,
1173 improvements or major repairs to or upon the property owned or
1174 leased by any such licensee and used for such racing events, and one-
1175 quarter of one per cent to promotional marketing, to reduce the costs
1176 of admission, programs, parking and concessions and to offer
1177 entertainment and giveaways. Each licensee conducting dog racing
1178 events shall, on an annual basis, submit to the [department]
1179 commission certified financial statements verifying the use of such
1180 allocations for purses, capital improvements and promotional
1181 marketing. (2) Each licensee conducting racing or jai alai events may
1182 carry over all or a portion of the sums deposited in any pari-mutuel

1183 program, less the amount retained as herein provided, in the twin
1184 trifecta, pick four or pick six pari-mutuel pool to another pool,
1185 including a pool in a succeeding performance.

1186 (d) Each licensee conducting horse racing events under the pari-
1187 mutuel system shall pay to the state, and there is hereby imposed: (1)
1188 A tax on the total money wagered in the pari-mutuel pool on each and
1189 every day the licensee conducts racing events, pursuant to the
1190 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

1191 and (2) a tax equal to one-half of the breakage to the dime resulting
1192 from such wagering. The [commissioner] commission shall by
1193 regulation adopted in accordance with the provisions of chapter 54
1194 designate the percentage of the difference between the seventeen per
1195 cent specified in subsection (c) of this section and the tax specified in
1196 this subsection, which shall be allocated as prize or purse money for
1197 the horses racing at each facility.

1198 (e) Each licensee conducting dog racing events under the pari-
1199 mutuel system shall pay to the state, and there is hereby imposed: (1)
1200 (A) A tax at the rate of two per cent on the total money wagered in the

1201 pari-mutuel pool on each and every day the licensee conducts racing
1202 events or (B) on or after July 1, 1993, in the case of any licensee licensed
1203 prior to July 5, 1991, (i) a tax at the rate of two per cent on any amount
1204 up to and including fifty million dollars of the total money wagered in
1205 the pari-mutuel pool in any state fiscal year during which a licensee
1206 licensed prior to July 5, 1991, conducts racing events, (ii) a tax at the
1207 rate of three per cent on any amount in excess of fifty million dollars
1208 and up to and including eighty million dollars of the total money
1209 wagered in the pari-mutuel pool in any state fiscal year during which a
1210 licensee licensed prior to July 5, 1991, conducts racing events, and (iii)
1211 a tax at the rate of four per cent on any amount in excess of eighty
1212 million dollars of the total money wagered in the pari-mutuel pool in
1213 any state fiscal year during which a licensee licensed prior to July 5,
1214 1991, conducts racing events, and (2) a tax equal to one-half of the
1215 breakage to the dime resulting from such wagering.

1216 (f) Each licensee operating a fronton at which the game of jai alai is
1217 licensed to be played under the pari-mutuel system shall pay to the
1218 state and there is hereby imposed: (1) (A) A tax at the rate of two per
1219 cent on any amount up to and including fifty million dollars of the
1220 total money wagered on such games, (B) a tax at the rate of three per
1221 cent of any amount in excess of fifty million dollars and up to and
1222 including eighty million dollars of the total money wagered on such
1223 games, and (C) a tax at the rate of four per cent on any amount in
1224 excess of eighty million dollars of the total money wagered on such
1225 games, and (2) a tax equal to one-half of the breakage to the dime
1226 resulting from such wagering.

1227 (g) The licensee authorized to operate the system of off-track betting
1228 under the pari-mutuel system shall pay to the state and there is hereby
1229 imposed: (1) A tax at the rate of three and one-half per cent on the total
1230 money wagered in the pari-mutuel pool on each and every day the
1231 licensee broadcasts racing events, and (2) a tax equal to one-half of the
1232 breakage to the dime resulting from such wagering.

1233 (h) The [commissioner] commission shall assess and collect the taxes

1234 imposed by this chapter under such regulations as [he] the commission
1235 may prescribe, in accordance with the provisions of chapter 54. All
1236 taxes hereby imposed shall be due and payable by the close of the next
1237 banking day after each day's racing or jai alai exhibition. If any such
1238 tax is not paid when due, the [commissioner] commission shall impose
1239 a delinquency assessment upon the licensee in the amount of ten per
1240 cent of such tax or ten dollars, whichever amount is greater, plus
1241 interest at the rate of one and one-half per cent of the unpaid principal
1242 of such tax for each month or fraction of a month from the date such
1243 tax is due to the date of payment. Subject to the provisions of section
1244 12-3a, the [commissioner] commission may waive all or part of the
1245 penalties provided under this subsection when it is proven to [his] the
1246 commission's satisfaction that the failure to pay such tax within the
1247 time required was due to reasonable cause and was not intentional or
1248 due to neglect. Failure to pay any such delinquent tax upon demand
1249 may be considered by the [commissioner] commission as cause for
1250 revocation of license.

1251 (i) The [commissioner] commission shall devise a system of
1252 accounting and shall supervise betting at such track, fronton or off-
1253 track betting facility in such manner that the rights of the state are
1254 protected and shall collect all fees and licenses under such regulations
1255 as [he] the commission shall prescribe, in accordance with the
1256 provisions of chapter 54.

1257 (j) The amount of unclaimed moneys, as determined by the
1258 [commissioner] commission, held by any licensee other than by
1259 licensees authorized to operate a jai alai fronton, dog race track or the
1260 off-track betting system on account of outstanding and uncashed
1261 winning tickets, shall be due and payable to the [commissioner]
1262 commission, for deposit in the General Fund of the state, at the
1263 expiration of one year after the close of the meeting during which such
1264 tickets were issued. If any such unclaimed moneys are not paid when
1265 due, the [commissioner] commission shall impose a delinquency
1266 assessment upon the licensee in the amount of ten per cent of such
1267 moneys or ten dollars, whichever amount is greater, plus interest at the

1268 rate of one and one-half per cent of the unpaid principal of such
1269 moneys for each month or fraction of a month from the date such
1270 moneys are due to the date of payment. Subject to the provisions of
1271 section 12-3a, the [commissioner] commission may waive all or part of
1272 the penalties provided under this subsection when it is proven to his
1273 satisfaction that the failure to pay such moneys to the state within the
1274 time required was due to reasonable cause and was not intentional or
1275 due to neglect.

1276 (k) The [commissioner] commission may authorize deputies and the
1277 Commissioner of Revenue Services or his or her agents are authorized
1278 to enter upon the premises at any racing event, jai alai exhibition or
1279 off-track betting race event for the purpose of inspecting books and
1280 records, supervising and examining cashiers, ticket sellers, pool sellers
1281 and other persons handling money at said event and such other
1282 supervision as may be necessary for the maintenance of order at such
1283 event.

1284 (l) (1) The [commissioner] commission shall pay each municipality
1285 in which a horse race track is located, one-quarter of one per cent of the
1286 total money wagered on horse racing events at such race track, except
1287 that the [commissioner] commission shall pay each such municipality
1288 having a population in excess of fifty thousand one per cent of the total
1289 money wagered at such horse racing events in such municipality. The
1290 [commissioner] commission shall pay each municipality in which a jai
1291 alai fronton or dog race track is located one-half of one per cent of the
1292 total money wagered on jai alai games or dog racing events at such
1293 fronton or dog race track, except that the [commissioner] commission
1294 shall pay each such municipality having a population in excess of fifty
1295 thousand one per cent of the total money wagered on jai alai games or
1296 dog racing events at such fronton or dog race track located in such
1297 municipality. The [commissioner] commission shall pay each
1298 municipality in which an off-track betting facility is located one and
1299 three-fifths per cent of the total money wagered in such facility less
1300 amounts paid as refunds or for cancellations. The [commissioner]
1301 commission shall pay to both the city of New Haven and the town of

1302 Windsor Locks an additional one-half of one per cent of the total
1303 money wagered less any amount paid as a refund or a cancellation in
1304 any facility equipped with screens for simulcasting after October 1,
1305 1997, located within a fifteen-mile radius of facilities in New Haven
1306 and Windsor Locks. Payment shall be made not less than four times a
1307 year and not more than twelve times a year as determined by the
1308 [commissioner] commission, and shall be made from the tax imposed
1309 pursuant to subsection (d) of this section for horse racing, subsection
1310 (e) of this section for dog racing, subsection (f) of this section for jai alai
1311 games and subsection (g) of this section for off-track betting. (2) If, for
1312 any calendar year after the surrender of a license to conduct jai alai
1313 events by any person or business organization pursuant to subsection
1314 (c) of section 12-574c, as amended by this act, and prior to the opening
1315 of any dog race track by such person or business organization, any
1316 other person or business organization licensed to conduct jai alai
1317 events is authorized to conduct a number of performances greater than
1318 the number authorized for such licensee in the previous calendar year,
1319 the [commissioner] commission shall pay the municipality in which
1320 the jai alai fronton for which such license was surrendered was
1321 located, rather than the municipality in which the jai alai fronton
1322 conducting the increased performances is located, one-half of one per
1323 cent of the total money wagered on jai alai games for such increased
1324 performances at the fronton which conducted the additional
1325 performances, except that the [commissioner] commission shall pay
1326 each such municipality having a population in excess of fifty thousand
1327 one per cent of the total money wagered on jai alai games for such
1328 increased performances at such fronton. (3) During any state fiscal year
1329 ending on or after June 30, 1993, the [commissioner] commission shall
1330 pay each municipality in which a dog race track was operating prior to
1331 July 5, 1991, one per cent of the total money wagered on dog racing
1332 events at such dog race track. (4) During the state fiscal year ending
1333 June 30, 2001, each municipality in which a dog race track was
1334 operating prior to July 5, 1991, shall pay the Northeast Connecticut
1335 Economic Alliance, Inc. two-tenths of one per cent of the total money
1336 wagered on dog racing events at any dog race track operating prior to

1337 July 5, 1991. (5) In the event a licensee incurs a loss from the operation
1338 of a pari-mutuel facility, as determined by the [commissioner]
1339 commission, the legislative body of the city or town in which such
1340 facility is located may direct the [commissioner] commission to credit
1341 or rebate all or a part of the revenue otherwise due to the municipality
1342 back to the facility. In no case shall such credit and such
1343 reimbursement exceed the amount of the licensee's loss, and in no
1344 fiscal year shall these provisions affect the total fees paid to the state by
1345 the authorized operator of the off-track betting system on its off-track
1346 betting activities.

1347 Sec. 34. Section 12-575c of the general statutes is repealed and the
1348 following is substituted in lieu thereof (*Effective July 1, 2019*):

1349 (a) The [commissioner] commission may require all pari-mutuel
1350 betting conducted at any facility conducting betting under a pari-
1351 mutuel system within the state which is based on the results of any
1352 event which occurs at any place other than the facility conducting such
1353 betting, whether such place is within or without the state, to be
1354 combined into a single, state-wide pool for each such event, or for any
1355 of them, as the [commissioner] commission may determine.

1356 (b) The [commissioner] commission may permit all pari-mutuel
1357 betting conducted at any facility conducting betting under a pari-
1358 mutuel system within the state which is based on the results of any
1359 event which occurs at such facility, to be combined with the betting on
1360 such event at another facility where pari-mutuel betting is conducted,
1361 whether such facility is within or without the state, as a single pool for
1362 each event.

1363 Sec. 35. Section 12-576 of the general statutes is repealed and the
1364 following is substituted in lieu thereof (*Effective July 1, 2019*):

1365 (a) Any person who knowingly permits any minor to wager in any
1366 gambling activity authorized under this chapter and any minor who
1367 places a wager in any gambling activity authorized under this chapter
1368 shall be guilty of a class A misdemeanor.

1369 (b) Any person who knowingly permits a minor to be present in any
1370 room, office, building or establishment when off-track betting
1371 authorized under this chapter takes place, or at any racetrack or
1372 fronton when any meeting authorized under this chapter takes place,
1373 shall be fined not more than twenty-five dollars. No minor shall be
1374 present in any room, office, building or establishment when off-track
1375 betting authorized under this chapter takes place, or at any racetrack
1376 or fronton when any meeting authorized under this chapter takes
1377 place. Any minor sixteen years of age or over present in any room,
1378 office, building or establishment when off-track betting authorized
1379 under this chapter takes place, or at any racetrack or fronton when any
1380 meeting authorized under this chapter takes place, shall be fined not
1381 more than twenty-five dollars. Any licensee authorized to conduct a
1382 meeting for the purpose of jai alai or racing shall be fined not more
1383 than fifty dollars if any minor is found at such facility in violation of
1384 this subsection.

1385 (c) Notwithstanding any provision of subsection (a) or (b) of this
1386 section, the [commissioner] commission may issue a license to a minor
1387 sixteen years of age or older, under the provisions of section 12-578, as
1388 amended by this act, and the regulations adopted thereunder,
1389 provided written permission from a parent or legal guardian of such
1390 minor is filed with the department.

1391 (d) The [commissioner] commission shall not pay any claim for
1392 winnings when such claim is made by, or on behalf of, a minor who
1393 has wagered in any gambling activity authorized under this chapter.
1394 Nothing in this subsection shall prohibit an adult from making a
1395 wager on behalf of a minor, provided the money for such wager is not
1396 provided by the minor from funds under such minor's control.

1397 (e) Nothing in this section shall be construed to prohibit any minor
1398 from entering onto a parking area at any building or establishment
1399 described in subsection (b) of this section for the purpose of attending
1400 an event at which gambling activities do not occur.

1401 Sec. 36. Section 12-577 of the general statutes is repealed and the
1402 following is substituted in lieu thereof (*Effective July 1, 2019*):

1403 The [commissioner] commission shall annually cause to be made by
1404 some competent person or persons [in] within the [department]
1405 commission a thorough audit of the books and records of each
1406 association licensee under this chapter and each casino gaming facility
1407 and the [commissioner] commission may, from time to time, cause to
1408 be made by some competent person [in] within the [department]
1409 commission a thorough audit of the books and records of any other
1410 person or business organization licensed under this chapter. All such
1411 audit records shall be kept on file in the [commissioner's] commission's
1412 office at all times. Each licensee and casino gaming facility shall permit
1413 access to its books and records for the purpose of having such audit
1414 made, and shall produce, upon written order of the [commissioner]
1415 commission, any documents and information required for such
1416 purpose.

1417 Sec. 37. Section 12-578 of the general statutes is repealed and the
1418 following is substituted in lieu thereof (*Effective July 1, 2019*):

1419 (a) The [commissioner] commission shall adopt regulations, in
1420 accordance with the provisions of chapter 54, governing registration
1421 and the issuance and annual renewal of licenses and payment of
1422 annual nonrefundable application fees for the same in accordance with
1423 the following schedule:

1424 (1) Registration: (A) Stable name, one hundred dollars; (B)
1425 partnership name, one hundred dollars; (C) colors, twenty dollars; (D)
1426 kennel name, one hundred dollars.

1427 (2) Licenses: (A) Owner, one hundred dollars; (B) trainer, one
1428 hundred dollars; (C) assistant trainer, one hundred dollars; (D) jockey,
1429 forty dollars; (E) jockey agent, for each jockey, one hundred dollars; (F)
1430 stable employees, including exercise boy, groom, stable foreman, hot
1431 walker, outrider, twenty dollars; (G) veterinarian, one hundred dollars;
1432 (H) jockey apprentice, forty dollars; (I) driver, one hundred dollars; (J)

1433 valet, twenty dollars; (K) blacksmith, twenty dollars; (L) plater, twenty
1434 dollars; (M) concessionaire, for each concession, two hundred fifty
1435 dollars; (N) concessionaire affiliate, for each concession of the
1436 concessionaire, two hundred fifty dollars; (O) concession employees,
1437 twenty dollars; (P) jai alai players, one hundred dollars; (Q) officials
1438 and supervisors, one hundred dollars; (R) pari-mutuel employees,
1439 forty dollars; (S) other personnel engaged in activities regulated under
1440 this chapter, twenty dollars; (T) vendor, for each contract, two hundred
1441 fifty dollars; (U) totalizator, for each contract, two hundred fifty
1442 dollars; (V) vendor and totalizator affiliates, for each contract of the
1443 vendor or totalizator, two hundred fifty dollars; (W) gaming employee,
1444 forty dollars; (X) nongaming vendor, two hundred fifty dollars; (Y)
1445 gaming services, five hundred dollars; and (Z) gaming affiliate, two
1446 hundred fifty dollars. For the purposes of this subdivision,
1447 "concessionaire affiliate" means a business organization, other than a
1448 shareholder in a publicly traded corporation, that may exercise control
1449 in or over a concessionaire; and "concessionaire" means any individual
1450 or business organization granted the right to operate an activity at a
1451 dog race track or off-track betting facility for the purpose of making a
1452 profit that receives or, in the exercise of reasonable business judgment,
1453 can be expected to receive more than twenty-five thousand dollars or
1454 twenty-five per cent of its gross annual receipts from such activity at
1455 such track or facility.

1456 (b) The [commissioner] commission shall require each applicant for
1457 a license under subdivision (2) of subsection (a) of this section to
1458 submit to state and national criminal history records checks before
1459 such license is issued. The criminal history records checks required
1460 pursuant to this subsection shall be conducted in accordance with
1461 section 29-17a.

1462 Sec. 38. Section 12-578a of the general statutes is repealed and the
1463 following is substituted in lieu thereof (*Effective July 1, 2019*):

1464 (a) Not later than twelve months after the date any authorization of
1465 a casino gaming facility by any provision of the general statutes or a

1466 public or special act is effective, the [commissioner] commission shall
1467 adopt regulations, in accordance with the provisions of chapter 54, for
1468 the administration of casino gaming facilities. Such regulations shall
1469 include provisions to protect the public interest in the integrity of
1470 gaming operations and reduce the dangers of unsuitable, unfair or
1471 illegal practices, methods and activities in the conduct of gaming. Such
1472 regulations shall include, but need not be limited to:

1473 (1) Minimum accounting standards for a casino gaming facility;

1474 (2) Minimum security procedures including the video monitoring of
1475 casino gaming facilities;

1476 (3) Approved hours of operation for gaming and nongaming
1477 activities at casino gaming facilities;

1478 (4) Procedures governing the manufacture, sale, lease and
1479 distribution of gaming devices and equipment for use in casino
1480 gaming facilities;

1481 (5) Procedures for the recovery of winnings by patrons of casino
1482 gaming facilities;

1483 (6) Procedures governing how gross gaming revenue is calculated
1484 and reported by a casino gaming facility;

1485 (7) Requirements for regular auditing of the financial statements of a
1486 casino gaming facility;

1487 (8) Procedures to be followed by any casino gaming facility for cash
1488 transactions;

1489 (9) Procedures regarding the maintenance of lists of persons banned
1490 from any casino gaming facility and security measures to enforce such
1491 bans;

1492 (10) Standards for the provision of complimentary goods and
1493 services to casino gaming facility patrons;

1494 (11) Minimum standards of training for persons employed in a
1495 casino gaming facility;

1496 (12) Procedures governing the submission of standards of operation
1497 and management of gaming operations by casino gaming facilities to
1498 the commissioner; and

1499 (13) Requirements for information and reports from casino gaming
1500 facilities to enable effective auditing of casino gaming operations.

1501 (b) Until such regulations are adopted and in effect, a casino gaming
1502 facility may operate pursuant to its standards of operation and
1503 management, provided such standards are approved by the
1504 [commissioner] commission pursuant to section 12-578b, as amended
1505 by this act.

1506 Sec. 39. Section 12-578b of the general statutes is repealed and the
1507 following is substituted in lieu thereof (*Effective July 1, 2019*):

1508 (a) Each casino gaming facility shall submit to the [commissioner]
1509 commission a description of its standards of operation and
1510 management of all gaming operations. The description shall include:
1511 (1) Accounting controls to be used in casino gaming operations; (2) job
1512 descriptions for all positions involved in casino gaming operations; (3)
1513 procedures for the security of chips, cash and other cash equivalents
1514 used in authorized games; (4) procedures for the safety and security of
1515 patrons of the casino gaming facility; (5) procedures and rules
1516 governing the conduct of any authorized games conducted at the
1517 casino gaming facility; (6) a certification by the attorney of the casino
1518 gaming facility that the submitted standards of operation and
1519 management conform to state law and regulations governing casino
1520 gaming operations; (7) a certification by the chief financial officer of the
1521 casino gaming facility or an independent auditor that the submitted
1522 standards of operation and management provide adequate and
1523 effective controls, establish a consistent overall system of procedures
1524 and administrative and accounting controls and conform to generally
1525 accepted accounting principles; and (8) any other standards required

1526 by the [commissioner] commission.

1527 (b) The [commissioner] commission shall approve or reject a
1528 submission of standards of operation and management required under
1529 subsection (a) of this section not later than sixty days after the date on
1530 which the [commissioner] commission received such standards. If the
1531 [commissioner] commission fails to approve or reject a submission of
1532 standards of operation and management not later than sixty days after
1533 the date on which the [commissioner] commission received such
1534 standards of operation and management, such standards of operation
1535 and management shall be deemed approved. No casino gaming facility
1536 may commence casino gaming operations unless such standards of
1537 operation and management are approved by the [commissioner]
1538 commission or deemed approved.

1539 (c) No casino gaming facility shall revise any standards of operation
1540 and management that have been approved by the [commissioner]
1541 commission or deemed approved pursuant to subsection (b) of this
1542 section unless the revision has been approved by the [commissioner]
1543 commission. If the [commissioner] commission fails to approve or
1544 reject a submitted revision not later than sixty days after the date on
1545 which the [commissioner] commission received such revision, such
1546 revision shall be deemed approved.

1547 (d) A casino gaming facility aggrieved by an action of the
1548 [commissioner] commission under the provisions of this section may
1549 request a hearing before the commissioner. The [commissioner]
1550 commission shall hold such hearing in accordance with the provisions
1551 of chapter 54.

1552 (e) The [commissioner] commission shall periodically review a
1553 casino gaming facility's compliance with state law and regulations
1554 governing casino gaming facilities.

1555 Sec. 40. Section 12-578c of the general statutes is repealed and the
1556 following is substituted in lieu thereof (*Effective July 1, 2019*):

1557 (a) No person may commence or continue employment on the
1558 gaming floor or in a gaming-related position in a casino gaming facility
1559 unless such person holds a gaming employee license issued by the
1560 [commissioner] commission pursuant to this section.

1561 (b) No person or business organization may provide more than
1562 twenty-five thousand dollars of nongaming goods or services per year
1563 in a casino gaming facility unless such person or business organization
1564 holds a nongaming vendor license issued by the [commissioner]
1565 commission pursuant to this section.

1566 (c) No person or business organization may provide gaming
1567 services or gaming equipment to a casino gaming facility unless such
1568 person or business organization holds a gaming services license issued
1569 by the [commissioner] commission pursuant to this section.

1570 (d) No business organization, other than a shareholder in a publicly
1571 traded corporation, may exercise control in or over a licensee licensed
1572 pursuant to this section unless such business organization holds a
1573 gaming affiliate license issued by the [commissioner] commission
1574 pursuant to this section.

1575 (e) Each applicant for a license issued pursuant to this section shall
1576 submit a completed application on forms prescribed by the
1577 [commissioner] commission. Such application forms may require the
1578 applicant to submit information as to: (1) Financial standing and credit;
1579 (2) moral character; (3) criminal record, if any; (4) previous
1580 employment; (5) corporate, partnership or association affiliations; (6)
1581 ownership of personal assets; and (7) any other information as the
1582 [commissioner] commission deems pertinent to the issuance of such
1583 license.

1584 (f) The [commissioner] commission shall, as soon as practicable after
1585 the receipt of a completed license application, grant or deny the license
1586 application. Any license issued by the [commissioner] commission
1587 pursuant to this section shall be effective for not more than one year
1588 from the date of issuance. Applications for renewal of any such license

1589 shall be on such form as prescribed by the [commissioner] commission.
1590 Any holder of a license issued pursuant to this section who submits an
1591 application to renew such license may continue to be employed by a
1592 casino gaming facility or provide services to a casino gaming facility
1593 until the [commissioner] commission denies such renewal application.

1594 (g) The [commissioner] commission may issue a temporary license
1595 at the request of any person who has submitted an application for a
1596 license under this section. The [commissioner] commission shall
1597 require such applicant to submit to state and national criminal history
1598 records checks before receiving a temporary license. The criminal
1599 history records checks shall be conducted in accordance with section
1600 29-17a. A temporary license shall expire when the [commissioner]
1601 commission grants or denies the pending application for a license
1602 under this section.

1603 (h) The [commissioner] commission may investigate any person or
1604 business organization that holds a license pursuant to this section at
1605 any time and may suspend or revoke such license for good cause after
1606 a hearing held in accordance with the provisions of chapter 54. Any
1607 person or business organization whose license is suspended or
1608 revoked, or any applicant aggrieved by the action of the
1609 [commissioner] commission concerning an application for a license or
1610 renewal application, may appeal pursuant to section 4-183.

1611 Sec. 41. Section 12-578d of the general statutes is repealed and the
1612 following is substituted in lieu thereof (*Effective July 1, 2019*):

1613 (a) For the purposes of this section, "alcoholic liquor" has the same
1614 meaning as provided in section 30-1.

1615 (b) Except as provided in subsection (c) of this section, no person
1616 under the minimum age for the purchase of alcoholic liquor under the
1617 provisions of chapter 545 shall be admitted onto the gaming floor of
1618 any casino gaming facility nor be permitted to participate in any
1619 authorized games.

1620 (c) A person eighteen years of age or older but under the minimum
1621 age for the purchase of alcoholic liquor may be employed in a casino
1622 gaming facility, provided such person is licensed by the
1623 [commissioner] commission pursuant to section 12-578c, as amended
1624 by this act, and such employment does not involve handling or serving
1625 alcoholic liquor.

1626 Sec. 42. Section 12-578e of the general statutes is repealed and the
1627 following is substituted in lieu thereof (*Effective July 1, 2019*):

1628 (a) Commencing in any fiscal year that a casino gaming facility is
1629 authorized by any provision of the general statutes to conduct
1630 authorized games, and on or before September thirtieth in each fiscal
1631 year thereafter, the [commissioner] commission shall: (1) Estimate,
1632 after consultation with each casino gaming facility, the reasonable and
1633 necessary costs that will be incurred by the [department] commission
1634 in the next fiscal year to regulate casino gaming facilities under
1635 chapters 226 and 545; and (2) assess each casino gaming facility its
1636 share of such estimated costs pro rata according to its annualized share
1637 of the gross gaming revenue of all casino gaming facilities in the prior
1638 fiscal year, if any. The estimated costs shall not exceed the estimate of
1639 expenditure requirements transmitted by the [commissioner]
1640 commission pursuant to section 4-77. The assessment for any fiscal
1641 year shall be: (A) Reduced pro rata by the amount of any surplus from
1642 the assessment of the prior fiscal year, which shall be maintained in
1643 accordance with subsection (d) of this section, or (B) increased pro rata
1644 by the amount of any deficit from the assessment of the prior fiscal
1645 year.

1646 (b) Each casino gaming facility shall pay to the [commissioner]
1647 commission the amount assessed to such casino gaming facility not
1648 later than the date specified by the [commissioner] commission for
1649 payment, provided such date is not less than thirty days from the date
1650 of such assessment. The [commissioner] commission shall remit to the
1651 Treasurer all funds received pursuant to this section.

1652 (c) (1) There is established a fund to be known as the "State Gaming
1653 Regulatory Fund". The fund shall contain any moneys required or
1654 permitted to be deposited in the fund and shall be held by the
1655 Treasurer separate and apart from all other moneys, funds and
1656 accounts. Investment earnings credited to the assets of said fund shall
1657 become part of the assets of said fund. Any balance remaining in said
1658 fund at the end of any fiscal year shall be carried forward in said fund
1659 for the fiscal year next succeeding. Moneys in the fund shall be
1660 expended by the Treasurer for the purposes of paying the costs
1661 incurred by the [department] commission to regulate casino gaming
1662 facilities.

1663 (2) The Treasurer shall deposit all funds received pursuant to
1664 subsection (b) of this section in the State Gaming Regulatory Fund.

1665 (d) On or before September thirtieth, annually, the Comptroller shall
1666 calculate the actual reasonable and necessary costs incurred by the
1667 [department] commission to regulate casino gaming facilities during
1668 the prior fiscal year. The Treasurer shall set aside within the State
1669 Gaming Regulatory Fund amounts received in excess of such actual
1670 costs. Such excess amounts shall be considered a surplus for the
1671 purposes of subsection (a) of this section.

1672 (e) Any casino gaming facility aggrieved by an assessment under
1673 the provisions of this section may request a hearing before the
1674 [commissioner] commission not later than thirty days after such
1675 assessment. The [commissioner] commission shall hold such hearing in
1676 accordance with the provisions of chapter 54 not later than thirty days
1677 after receiving such request.

1678 Sec. 43. Section 12-578f of the general statutes is repealed and the
1679 following is substituted in lieu thereof (*Effective July 1, 2019*):

1680 (a) For the purposes of this section and section 12-578g:

1681 (1) "Authorized games" means any game of chance, including, but
1682 not limited to, blackjack, poker, dice, money-wheels, roulette, baccarat,

1683 chuck-a-luck, pan game, over and under, horse race game, acey-deucey,
1684 beat the dealer, bouncing ball, video facsimile game and any other
1685 game of chance authorized by the [Commissioner of Consumer
1686 Protection] commission;

1687 (2) "Mashantucket Pequot memorandum of understanding" means
1688 the memorandum of understanding entered into by and between the
1689 state and the Mashantucket Pequot Tribe on January 13, 1993, as
1690 amended on April 30, 1993;

1691 (3) "Mashantucket Pequot procedures" means the Final
1692 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
1693 of the United States Department of the Interior pursuant to Section
1694 2710(d)(7)(B)(vii) of Title 25 of the United States Code and published in
1695 56 Federal Register 24996 (May 31, 1991);

1696 (4) "MMCT Venture, LLC" means a limited liability company
1697 described in subsection (d) of this section;

1698 (5) "Mohegan compact" means the Tribal-State Compact entered
1699 into by and between the state and the Mohegan Tribe of Indians of
1700 Connecticut on May 17, 1994; and

1701 (6) "Mohegan memorandum of understanding" means the
1702 memorandum of understanding entered into by and between the state
1703 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994.

1704 (b) MMCT Venture, LLC, is authorized to conduct authorized
1705 games at a casino gaming facility at 171 Bridge Street, East Windsor,
1706 Connecticut.

1707 (c) Such authorization shall not be effective unless the following
1708 conditions have been met:

1709 (1) (A) The Governor enters into amendments to the Mashantucket
1710 Pequot procedures and to the Mashantucket Pequot memorandum of
1711 understanding with the Mashantucket Pequot Tribe and amendments
1712 to the Mohegan compact and to the Mohegan memorandum of

1713 understanding with the Mohegan Tribe of Indians of Connecticut
1714 concerning the operation of a casino gaming facility in the state.

1715 (B) The amendments to the Mashantucket Pequot procedures and
1716 the Mohegan compact shall include a provision that the authorization
1717 of MMCT Venture, LLC, to conduct authorized games in the state does
1718 not terminate the moratorium against the operation of video facsimile
1719 games by the Mashantucket Pequot Tribe and Mohegan Tribe of
1720 Indians of Connecticut on each tribe's reservation.

1721 (C) The amendments to each tribe's memorandum of understanding
1722 shall include a provision that the authorization of MMCT Venture,
1723 LLC, to conduct authorized games in the state does not relieve each
1724 tribe from each tribe's obligation to contribute a percentage of the gross
1725 operating revenues of video facsimile games to the state as provided in
1726 each tribe's memorandum of understanding.

1727 (2) The amendments to the Mashantucket Pequot procedures, the
1728 Mashantucket Pequot memorandum of understanding, the Mohegan
1729 compact and the Mohegan memorandum of understanding are
1730 approved or deemed approved by the Secretary of the United States
1731 Department of the Interior pursuant to the federal Indian Gaming
1732 Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., and its
1733 implementing regulations. If such approval is overturned by a court in
1734 a final judgment, which is not appealable, the authorization provided
1735 under this section shall cease to be effective.

1736 (3) The amendments to the Mashantucket Pequot procedures and to
1737 the Mohegan compact are approved by the General Assembly
1738 pursuant to section 3-6c.

1739 (4) The amendments to the Mashantucket Pequot memorandum of
1740 understanding and to the Mohegan memorandum of understanding
1741 are approved by the General Assembly pursuant to the process
1742 described in section 3-6c.

1743 (5) The governing bodies of the Mashantucket Pequot Tribe and

1744 Mohegan Tribe of Indians of Connecticut enact resolutions providing:
1745 (A) That if MMCT Venture, LLC, fails to pay any fees or taxes due the
1746 state, the tribes, as the members of MMCT Venture, LLC, waive the
1747 possible defense of sovereign immunity with respect to any action or
1748 claim by the state against the tribes as the members of MMCT Venture,
1749 LLC, to the extent such action or claim is permitted to be brought
1750 against a member of a limited liability company under state law to
1751 collect any fees or taxes, while preserving any other defenses available
1752 to the tribes, and (B) that the venue for such action or claim shall be in
1753 the judicial district of Hartford.

1754 (d) Such authorization shall apply to MMCT Venture, LLC,
1755 provided: (1) MMCT Venture, LLC, is a limited liability company
1756 jointly and exclusively owned by the Mashantucket Pequot Tribe and
1757 the Mohegan Tribe of Indians of Connecticut; (2) no other person or
1758 business organization holds an equity interest in MMCT Venture, LLC;
1759 and (3) each tribe holds at least a twenty-five per cent equity interest in
1760 MMCT Venture, LLC. If MMCT Venture, LLC, ceases to be a limited
1761 liability company jointly and exclusively owned by the Mashantucket
1762 Pequot Tribe and the Mohegan Tribe of Indians of Connecticut in
1763 which each tribe holds at least a twenty-five per cent equity interest,
1764 such authorization shall be void.

1765 Sec. 44. Section 12-578aa of the general statutes is repealed and the
1766 following is substituted in lieu thereof (*Effective July 1, 2019*):

1767 (a) For the purposes of this section:

1768 (1) "Entry fee" means the amount of cash or cash equivalent that is
1769 required to be paid by a fantasy contest player to a fantasy contest
1770 operator to participate in a fantasy contest;

1771 (2) "Fantasy contest" means any online fantasy or simulated game or
1772 contest with an entry fee in which: (A) The value of all prizes and
1773 awards offered to winning fantasy contest players is established and
1774 made known to the players in advance of the game or contest; (B) all
1775 winning outcomes reflect the knowledge and skill of the players and

1776 are determined predominantly by accumulated statistical results of the
1777 performance of individuals, including athletes in the case of sporting
1778 events; and (C) no winning outcome is based on the score, point
1779 spread or any performance of any single actual team or combination of
1780 teams or solely on any single performance of an individual athlete or
1781 player in any single actual sporting event. Fantasy contests shall not
1782 include lottery games;

1783 (3) "Fantasy contest operator" means a person or entity that operates
1784 a fantasy contest and offers such fantasy contest to members of the
1785 general public in the state;

1786 (4) "Fantasy contest player" means a person who participates in a
1787 fantasy contest offered by a fantasy contest operator;

1788 (5) "Gross receipts" means the amount equal to the total of all entry
1789 fees that a fantasy contest operator collects from all fantasy contest
1790 players, less the total of all sums paid out as prizes to all fantasy
1791 contest players, multiplied by the location percentage;

1792 (6) "Location percentage" means the percentage rounded to the
1793 nearest tenth of a per cent of the total of entry fees collected from
1794 fantasy contest players located in the state, divided by the total of
1795 entry fees collected from all fantasy contest players;

1796 (7) "Mashantucket Pequot memorandum of understanding" means
1797 the memorandum of understanding entered into by and between the
1798 state and the Mashantucket Pequot Tribe on January 13, 1993, as
1799 amended on April 30, 1993;

1800 (8) "Mashantucket Pequot procedures" means the Final
1801 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
1802 of the United States Department of the Interior pursuant to Section
1803 2710(d)(7)(B)(vii) of Title 25 of the United States Code and published in
1804 56 Federal Register 24996 (May 31, 1991);

1805 (9) "Mohegan compact" means the Tribal-State Compact entered

1806 into by and between the state and the Mohegan Tribe of Indians of
1807 Connecticut on May 17, 1994; and

1808 (10) "Mohegan memorandum of understanding" means the
1809 memorandum of understanding entered into by and between the state
1810 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994.

1811 (b) The provisions of this section shall not be effective unless the
1812 following conditions have been met:

1813 (1) The Governor enters into amendments to the Mashantucket
1814 Pequot procedures and to the Mashantucket Pequot memorandum of
1815 understanding with the Mashantucket Pequot Tribe and amendments
1816 to the Mohegan compact and to the Mohegan memorandum of
1817 understanding with the Mohegan Tribe of Indians of Connecticut
1818 concerning the authorization of fantasy contests in the state.

1819 (2) The amendments to the Mashantucket Pequot procedures and
1820 the Mohegan compact shall include a provision that the authorization
1821 of fantasy contests in the state does not terminate the moratorium
1822 against the operation of video facsimile games by the Mashantucket
1823 Pequot Tribe and Mohegan Tribe of Indians of Connecticut on each
1824 tribe's reservation.

1825 (3) The amendments to each tribe's memorandum of understanding
1826 shall include a provision that the authorization of fantasy contests in
1827 the state does not relieve each tribe from each tribe's obligation to
1828 contribute a percentage of the gross operating revenues of video
1829 facsimile games to the state as provided in each tribe's memorandum
1830 of understanding.

1831 (4) The amendments to the Mashantucket Pequot procedures, the
1832 Mashantucket Pequot memorandum of understanding, the Mohegan
1833 compact and the Mohegan memorandum of understanding are
1834 approved or deemed approved by the Secretary of the United States
1835 Department of the Interior pursuant to the federal Indian Gaming
1836 Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., and its

1837 implementing regulations. If such approval is overturned by a court in
1838 a final judgment, which is not appealable, the authorization provided
1839 under this section shall cease to be effective.

1840 (5) The amendments to the Mashantucket Pequot procedures and to
1841 the Mohegan compact are approved by the General Assembly
1842 pursuant to section 3-6c.

1843 (6) The amendments to the Mashantucket Pequot memorandum of
1844 understanding and to the Mohegan memorandum of understanding
1845 are approved by the General Assembly pursuant to the process
1846 described in section 3-6c.

1847 (c) Not later than July 1, 2018, the [Commissioner of Consumer
1848 Protection] commission shall adopt regulations, in accordance with the
1849 provisions of chapter 54, regarding the operation of, participation in
1850 and advertisement of fantasy contest in the state. Such regulations
1851 shall protect fantasy contest players who pay an entry fee to play
1852 fantasy contests from unfair or deceptive acts or practices. Such
1853 regulations shall include, but need not be limited to: (1) A prohibition
1854 on fantasy contest operators allowing persons under the age of
1855 eighteen to participate in a fantasy contest offered by such operators;
1856 (2) protections for fantasy contest players' funds on deposit with
1857 fantasy contest operators; (3) requirements regarding truthful
1858 advertising by fantasy contest operators; (4) procedures to ensure the
1859 integrity of fantasy contests offered by fantasy contest operators; (5)
1860 procedures to ensure that fantasy contest operators provide fantasy
1861 contest players with: (A) Information regarding responsible playing
1862 and places to seek assistance for addictive or compulsive behavior, and
1863 (B) protections against compulsive behavior; and (6) reporting
1864 requirements and procedures to demonstrate eligibility for a reduction
1865 of the initial registration fee and annual registration renewal fee
1866 pursuant to subsection (d) of this section.

1867 (d) (1) Not later than sixty days after the adoption of regulations
1868 pursuant to subsection (c) of this section, and thereafter, each fantasy

1869 contest operator that operates fantasy contests in the state shall register
1870 annually with the [Commissioner of Consumer Protection]
1871 commission on a form prescribed by the [commissioner] commission.
1872 Each fantasy contest operator shall submit an initial registration fee of
1873 fifteen thousand dollars and an annual registration renewal fee of
1874 fifteen thousand dollars, except that the [commissioner] commission
1875 shall reduce the initial registration fee and annual registration fee so
1876 that such fees do not exceed ten per cent of the gross receipts of such
1877 operator for the registration period.

1878 (2) To demonstrate the eligibility of a fantasy contest operator for a
1879 reduction of the initial registration fee or annual registration renewal
1880 fee pursuant to subdivision (1) of this subsection, the fantasy contest
1881 operator shall provide to the [commissioner] commission, in a manner
1882 prescribed by the [commissioner] commission, an estimation of the
1883 gross receipts such operator expects to receive in the upcoming
1884 registration period. Prior to renewing a registration where such
1885 operator paid a reduced registration fee for the previous registration
1886 period, or after a registration period where such operator should have
1887 paid a reduced fee for the previous registration period, such operator
1888 shall submit to the [commissioner] commission, in a manner
1889 prescribed by the [commissioner] commission, the actual amount of
1890 gross receipts received by such operator in the previous registration
1891 period. The [commissioner] commission shall calculate the difference,
1892 if any, between the estimated gross receipts and the actual gross
1893 receipts and determine if the registration fee previously paid by such
1894 operator was the correct amount. If such operator paid an amount in
1895 excess of the amount determined to be the correct amount of the
1896 registration fee, the [commissioner] commission shall refund such
1897 operator accordingly or credit such amount against the registration fee
1898 for the upcoming registration period, provided such operator renews
1899 his or her registration. If such operator did not pay the amount
1900 determined to be the correct amount of the registration fee, such
1901 operator shall pay to the [commissioner] commission the difference
1902 between the correct amount and the registration fee previously paid.

1903 (e) Any person who violates any provision of this section or any
1904 regulation adopted pursuant to subsection (c) of this section shall be
1905 fined not more than one thousand dollars for each violation.

1906 Sec. 45. Section 12-579 of the general statutes is repealed and the
1907 following is substituted in lieu thereof (*Effective July 1, 2019*):

1908 Any municipality may, by ordinance, impose a tax of ten per cent of
1909 the admission charge, as defined in subsection (3) of section 12-540, to
1910 any place licensed by the [Department of Consumer Protection]
1911 Commission on Gaming and containing a pari-mutuel system therein
1912 or to any off-track betting facility. The tax shall be imposed upon the
1913 person making such charge and reimbursement for the tax shall be
1914 collected by such person from the purchaser. Such reimbursement,
1915 termed "tax", shall be paid by the purchaser to the person making the
1916 admission charge. Such tax, when added to the admission charge, shall
1917 be a debt from the purchaser to the person making such charge and
1918 shall be recoverable at law.

1919 Sec. 46. Section 12-584 of the general statutes is repealed and the
1920 following is substituted in lieu thereof (*Effective July 1, 2019*):

1921 (a) Each licensee of the [department] Commission on Gaming, other
1922 than an occupational licensee, shall file, on or before April fifteenth of
1923 each year, with the [department] commission: (1) Certified financial
1924 statements for the prior calendar year or fiscal year, prepared in
1925 accordance with generally accepted accounting principles; (2) the
1926 names and addresses of every shareholder, person or business
1927 organization having a financial, property, leasehold, ownership or
1928 beneficial interest in such licensee; (3) (A) the names and addresses of
1929 every person or business organization which provides contractual
1930 services, equipment or property related to any of the activities
1931 authorized under chapter 226, and (B) the nature of such services
1932 rendered and equipment or property provided; and (4) copies of all
1933 state and federal tax returns filed by such licensee for the next
1934 preceding calendar year or taxable year, except that if any state or

1935 federal tax return has not been filed with the state or federal
1936 government on or before said date, such licensee may file such return
1937 with the department at the same time he or it files such return with the
1938 state or federal government.

1939 (b) The [commissioner] commission may require any person,
1940 business organization or shareholder disclosed under the provisions of
1941 subdivision (2) of subsection (a) of this section to file on or before April
1942 fifteenth of each year, with the [department] commission: (1) A
1943 statement of financial position to be submitted under oath on forms
1944 provided by the [department] commission; (2) a statement of interest
1945 in any other gambling activity, within or without the state of
1946 Connecticut; and (3) copies of state and federal tax returns filed by
1947 such person, business organization or shareholder for the next
1948 preceding calendar year or taxable year, except that if any state or
1949 federal tax return has not been filed with the state or federal
1950 government on or before said date, such person, business organization
1951 or shareholder may file such return with the [department] commission
1952 at the same time he or it files such return with the state or federal
1953 government. The [commissioner] commission shall not require such
1954 filing more than once a year, except that the [commissioner]
1955 commission may require additional filings or additional information to
1956 ensure the integrity of legalized gambling. All information gathered by
1957 the [department] commission under this chapter and section 12-562, as
1958 amended by this act, may be transmitted by the [department]
1959 commission to any agency or department of the state and shall be
1960 made available for public dissemination or inspection, except that any
1961 state or federal tax returns gathered by the [department] commission
1962 pursuant to this section shall only be open to inspection by the
1963 [department] commission, its staff and such other state agencies or
1964 departments which require return information to perform their official
1965 duties.

1966 (c) Failure by any licensee to comply with the requirements of this
1967 section shall constitute grounds for the [commissioner] commission: (1)
1968 To suspend or revoke such license; (2) to impose a fine of not more

1969 than two thousand five hundred dollars or, if the licensee is licensed to
1970 conduct a meeting or operate an off-track betting system under
1971 subsection (a) of section 12-575, as amended by this act, to impose a
1972 fine of not more than seventy-five thousand dollars; (3) to rescind the
1973 applicable contract; or (4) to impose any combination of such penalties.

1974 (d) Failure by any person, business organization or shareholder
1975 identified in subsection (b) of this section to comply with the
1976 requirements of this section shall constitute grounds for the
1977 [commissioner] commission: (1) To suspend or revoke such license; (2)
1978 to impose a fine of not more than two thousand five hundred dollars
1979 on such licensee or, if the licensee is licensed to conduct a meeting or
1980 operate an off-track betting system under subsection (a) of section 12-
1981 575, as amended by this act, a fine of not more than seventy-five
1982 thousand dollars on such licensee; or (3) to impose any combination of
1983 such penalties. In the case of a shareholder who fails to comply with
1984 the requirements of this section, the [department] commission shall
1985 notify the shareholder and the licensee which issued the shares of such
1986 failure. Upon receipt of such notice the shareholder shall immediately
1987 offer such shares to the licensee for purchase. The licensee shall
1988 purchase the shares not later than sixty days after they are so offered.
1989 Each licensee shall adopt appropriate amendments or additions to any
1990 existing corporate bylaws to permit compliance with this section.

1991 (e) Any licensee aggrieved by an action of the [commissioner]
1992 commission under this section shall have a right of appeal pursuant to
1993 section 4-183.

1994 Sec. 47. Section 12-585 of the general statutes is repealed and the
1995 following is substituted in lieu thereof (*Effective July 1, 2019*):

1996 (a) All reasonable expenses incurred by or on behalf of the
1997 [department] Commission on Gaming for any investigation of a person
1998 or business organization in connection with an initial application or
1999 contract, the application for transfer of ownership in whole or in part
2000 of an existing licensed facility, the assignment of an existing contract,

2001 or the addition of or change in any member of a board of directors,
2002 officer, shareholder or bondholder of any such person or business
2003 organization, shall be paid to the [department] commission by the
2004 person or business organization under investigation. All funds
2005 received by the [department] commission under the provisions of this
2006 subsection shall be paid into the General Fund.

2007 (b) Each such person or business organization shall be billed for
2008 such expenses on a quarterly basis or at the conclusion of the
2009 investigation, as determined by the [commissioner] commission.
2010 Failure on the part of the person or business organization to remit
2011 payment within fifteen days after receipt of an invoice from the
2012 [department] commission shall constitute grounds to refuse to grant
2013 approval of the request of the person or business organization for
2014 which such investigation was undertaken, or in the case of a licensee,
2015 failure to remit payment within fifteen days shall, in addition,
2016 constitute grounds for the [commissioner] commission: (1) To suspend
2017 or revoke such license; (2) to impose a fine of not more than two
2018 thousand five hundred dollars or, if the licensee is licensed to conduct
2019 a meeting or operate an off-track betting system under subsection (a)
2020 of section 12-575, as amended by this act, a fine of not more than
2021 seventy-five thousand dollars; (3) to rescind the applicable contract; or
2022 (4) to impose any combination of such penalties.

2023 Sec. 48. Section 12-586f of the general statutes is repealed and the
2024 following is substituted in lieu thereof (*Effective July 1, 2019*):

2025 (a) For the purposes of this section, "tribe" means the Mashantucket
2026 Pequot Tribe and "compact" means the Tribal-State Compact between
2027 the tribe and the state of Connecticut, as incorporated and amended in
2028 the Final Mashantucket Pequot Gaming Procedures prescribed by the
2029 Secretary of the United States Department of the Interior pursuant to
2030 Section 2710(d)(7)(B)(vii) of Title 25 of the United States Code and
2031 published in 56 Federal Register 24996 (May 31, 1991).

2032 (b) The expenses of administering the provisions of the compact

2033 shall be financed as provided in this section. Assessments for
2034 regulatory costs incurred by any state agency which are subject to
2035 reimbursement by the tribe in accordance with the provisions of the
2036 compact shall be made by the [Commissioner of Revenue Services]
2037 Commission on Gaming in accordance with the provisions of the
2038 compact, including provisions respecting adjustment of excess
2039 assessments. Any underassessment for a prior fiscal year may be
2040 included in a subsequent assessment but shall be specified as such.
2041 Payments made by the tribe in accordance with the provisions of the
2042 compact shall be deposited in the General Fund and shall be credited
2043 to the appropriation for the state agency incurring such costs.

2044 (c) Assessments for law enforcement costs incurred by any state
2045 agency which are subject to reimbursement by the tribe in accordance
2046 with the provisions of the compact shall be made by the Commissioner
2047 of Emergency Services and Public Protection in accordance with the
2048 provisions of the compact, including provisions respecting adjustment
2049 of excess assessments. Any underassessment for a prior fiscal year may
2050 be included in a subsequent assessment but shall be specified as such.
2051 Payments made by the tribe in accordance with the provisions of the
2052 compact shall be deposited in the General Fund and shall be credited
2053 to the appropriation for the state agency incurring such costs.

2054 (d) If the tribe is aggrieved due to any assessment levied pursuant to
2055 such compact and this section or by any failure to adjust an excess
2056 assessment in accordance with the provisions of the compact and this
2057 section, it may, within one month from the time provided for the
2058 payment of such assessment, appeal therefrom in accordance with the
2059 terms of the compact, to the superior court for the judicial district of
2060 Hartford, which appeal shall be accompanied by a citation to the
2061 [Commissioner of Consumer Protection] Commission on Gaming to
2062 appear before said court. Such citation shall be signed by the same
2063 authority, and such appeal shall be returnable at the same time and
2064 served and returned in the same manner as is required in case of a
2065 summons in a civil action. Proceedings in such matter shall be
2066 conducted in the same manner as provided for in section 38a-52.

2067 (e) The [Commissioner of Consumer Protection] Commission on
2068 Gaming shall require each applicant for a casino gaming employee
2069 license, casino gaming service license or casino gaming equipment
2070 license to submit to state and national criminal history records checks
2071 before such license is issued. The criminal history records checks
2072 required pursuant to this subsection shall be conducted in accordance
2073 with section 29-17a.

2074 Sec. 49. Section 12-586g of the general statutes is repealed and the
2075 following is substituted in lieu thereof (*Effective July 1, 2019*):

2076 (a) For the purposes of this section, "tribe" means the Mohegan Tribe
2077 of Indians of Connecticut and "compact" means the Tribal-State
2078 Compact between the tribe and the state of Connecticut, dated May 17,
2079 1994.

2080 (b) The expenses of administering the provisions of the compact
2081 shall be financed as provided in this section. Assessments for
2082 regulatory costs incurred by any state agency which are subject to
2083 reimbursement by the tribe in accordance with the provisions of the
2084 compact shall be made by the [Commissioner of Revenue Services]
2085 Commission on Gaming in accordance with the provisions of the
2086 compact, including provisions respecting adjustment of excess
2087 assessments. Any underassessment for a prior fiscal year may be
2088 included in a subsequent assessment but shall be specified as such.
2089 Payments made by the tribe in accordance with the provisions of the
2090 compact shall be deposited in the General Fund and shall be credited
2091 to the appropriation for the state agency incurring such costs.

2092 (c) Assessments for law enforcement costs incurred by any state
2093 agency which are subject to reimbursement by the tribe in accordance
2094 with the provisions of the compact shall be made by the Commissioner
2095 of Emergency Services and Public Protection in accordance with the
2096 provisions of the compact, including provisions respecting adjustment
2097 of excess assessments. Any underassessment for a prior fiscal year may
2098 be included in a subsequent assessment but shall be specified as such.

2099 Payments made by the tribe in accordance with the provisions of the
2100 compact shall be deposited in the General Fund and shall be credited
2101 to the appropriation for the state agency incurring such costs.

2102 (d) If the tribe is aggrieved due to any assessment levied pursuant to
2103 such compact and this section or by any failure to adjust an excess
2104 assessment in accordance with the provisions of the compact and this
2105 section, it may, within one month from the time provided for the
2106 payment of such assessment, appeal therefrom in accordance with the
2107 terms of the compact, to the superior court for the judicial district of
2108 New Britain, which appeal shall be accompanied by a citation to the
2109 [Commissioner of Consumer Protection] Commission on Gaming to
2110 appear before said court. Such citation shall be signed by the same
2111 authority, and such appeal shall be returnable at the same time and
2112 served and returned in the same manner as is required in case of a
2113 summons in a civil action. Proceedings in such matter shall be
2114 conducted in the same manner as provided for in section 38a-52.

2115 (e) The [Commissioner of Consumer Protection] Commission on
2116 Gaming shall require each applicant for a casino gaming employee
2117 license, casino gaming service license or casino gaming equipment
2118 license to submit to state and national criminal history records checks
2119 before such license is issued. The criminal history records checks
2120 required pursuant to this subsection shall be conducted in accordance
2121 with section 29-17a.

2122 Sec. 50. Section 12-802 of the general statutes is repealed and the
2123 following is substituted in lieu thereof (*Effective July 1, 2019*):

2124 (a) There is created a body politic and corporate, constituting a
2125 public instrumentality and political subdivision of the state created for
2126 the performance of an essential governmental revenue-raising
2127 function, which shall be named the Connecticut Lottery Corporation,
2128 and which may exercise the functions, powers and duties set forth in
2129 sections 12-563a, as amended by this act, and 12-800 to 12-818,
2130 inclusive, as amended by this act, to implement the purposes set forth

2131 in said sections, which are public purposes for which public funds may
2132 be expended. The Connecticut Lottery Corporation shall not be
2133 construed to be a department, institution or agency of the state with
2134 respect to budgeting, procurement or personnel requirements, except
2135 as provided in sections 1-120, 1-121, 1-125, 12-563, as amended by this
2136 act, 12-563a, as amended by this act, 12-564, as amended by this act, 12-
2137 566, as amended by this act, 12-568a, as amended by this act, and 12-
2138 569, as amended by this act, subsection (c) of section 12-574, as
2139 amended by this act, and sections 12-800 to 12-818, inclusive, as
2140 amended by this act.

2141 (b) [(1) The] Prior to July 1, 2019, the corporation shall be governed
2142 by a board of thirteen directors. [The Governor, with the advice and
2143 consent of the General Assembly, shall appoint five directors who have
2144 skill, knowledge and experience in the fields of management, finance
2145 or operations in the private sector. Two directors shall be the State
2146 Treasurer and the Secretary of the Office of Policy and Management,
2147 both of whom shall serve ex officio and shall have all of the powers
2148 and privileges of a member of the board of directors. Each ex-officio
2149 director may designate his or her deputy or any member of his or her
2150 staff to represent him or her at meetings of the corporation with full
2151 power to act and vote on his or her behalf. Each director appointed by
2152 the Governor shall serve at the pleasure of the Governor, but no longer
2153 than the term of office of the Governor or until the director's successor
2154 is appointed and qualified, whichever term is longer. The Governor
2155 shall fill any vacancy for the unexpired term of a director appointed by
2156 the Governor. The procedures of section 4-7 shall apply to the
2157 confirmation of the Governor's appointments by both houses of the
2158 General Assembly.

2159 (2) Six directors shall be appointed as follows: One by the president
2160 pro tempore of the Senate, one by the majority leader of the Senate,
2161 one by the minority leader of the Senate, one by the speaker of the
2162 House of Representatives, one by the majority leader of the House of
2163 Representatives and one by the minority leader of the House of
2164 Representatives. Each director appointed by a member of the General

2165 Assembly shall serve in accordance with the provisions of section 4-1a.
2166 The appropriate legislative appointing authority shall fill any vacancy
2167 for the unexpired term of a director appointed by such authority.

2168 (3) Any appointed director shall be eligible for reappointment. The
2169 Commissioner of Consumer Protection shall not serve as a director.
2170 Any director may be removed by order of the Superior Court upon
2171 application of the Attorney General for misfeasance, malfeasance or
2172 wilful neglect of duty. Such actions shall be tried to the court without a
2173 jury and shall be privileged in assignment for hearing. If the court,
2174 after hearing, finds there is clear and convincing evidence of such
2175 misfeasance, malfeasance or wilful neglect of duty it shall order the
2176 removal of such director. Any director so removed shall not be
2177 reappointed to the board.

2178 (c) The chairperson of the board shall be appointed by the Governor
2179 from among the members of the board. The directors shall annually
2180 elect one of their number as vice chairperson. The board may elect
2181 such other officers of the board as it deems proper. Directors shall
2182 receive no compensation for the performance of their duties under
2183 sections 12-563a and 12-800 to 12-818, inclusive, but shall be
2184 reimbursed for necessary expenses incurred in the performance of
2185 their duties.

2186 (d) Meetings of the corporation shall be held at such times as shall
2187 be specified in the bylaws adopted by the corporation and at such
2188 other time or times as the chairperson deems necessary.] On and after
2189 July 1, 2019, the corporation shall be governed by the Commission on
2190 Gaming established in section 1 of this act.

2191 (c) The corporation shall, within the first ninety days of the transfer
2192 to the corporation of the lottery, pursuant to section 12-808, as
2193 amended by this act, and on a fiscal quarterly basis thereafter, report
2194 on its operations for the preceding fiscal quarter to the Governor and
2195 the joint standing committees of the General Assembly having
2196 cognizance of matters relating to finance, revenue and bonding, and

2197 public safety. The report shall include a summary of the activities of
2198 the corporation, a statement of operations and, if necessary,
2199 recommendations for legislation to promote the purposes of the
2200 corporation. The accounts of the corporation shall be subject to audit
2201 by the state Auditors of Public Accounts. The corporation shall have
2202 independent certified public accountants audit its books and accounts
2203 at least once each fiscal year. The books, records and financial
2204 statements of the corporation shall be prepared in accordance with
2205 generally accepted accounting principles.

2206 [(e)] (d) The Connecticut Lottery Corporation shall be a successor
2207 employer to the state and shall recognize existing bargaining units and
2208 collective bargaining agreements existing at the time of transfer of the
2209 lottery to the corporation. The employees of the corporation shall be
2210 considered state employees under the provisions of sections 5-270 to 5-
2211 280, inclusive. The corporation shall not be required to comply with
2212 personnel policies and procedures of the Department of
2213 Administrative Services and the Office of Policy and Management
2214 with regard to approval for the creation of new positions, the number
2215 of such positions, the decision to fill such positions or the time for
2216 filling such positions. The corporation, not the executive branch, shall
2217 have the power to determine whether an individual is qualified to fill a
2218 vacancy at the corporation. Nonmanagerial employees of the
2219 corporation shall be members of the classified service. Managerial
2220 employees shall be exempt from the classified service. The corporation
2221 shall have the ability to determine the qualifications and set the terms
2222 and conditions of employment of managerial employees including the
2223 establishment of incentive plans.

2224 [(f)] (e) (1) The corporation may create one or more new
2225 classifications of entrepreneurial sales employees as determined by the
2226 board of directors. Such classifications shall not be deemed comparable
2227 to other classifications in state service.

2228 (2) Upon the expiration of the collective bargaining agreement
2229 covering transferred sales employees, all terms and conditions of

2230 employment in a new entrepreneurial sales classification shall be
2231 subject to collective bargaining as part of the negotiation of a common
2232 successor agreement.

2233 ~~[(g)]~~ (f) The executive branch shall negotiate on behalf of the
2234 corporation for employees of the corporation covered by collective
2235 bargaining and represent the corporation in all other collective
2236 bargaining matters. The corporation shall be entitled to have a
2237 representative present at all such bargaining.

2238 ~~[(h)]~~ (g) In any interest arbitration regarding employees of the
2239 corporation, the arbitrator shall take into account as a factor, in
2240 addition to those factors specified in section 5-276a, the purposes of
2241 sections 1-120, 1-121, 1-125, 12-563, as amended by this act, 12-563a, as
2242 amended by this act, 12-564, 12-566, as amended by this act, 12-568a, as
2243 amended by this act, and 12-569, as amended by this act, subsection (c)
2244 of section 12-574, as amended by this act, and sections 12-800 to 12-818,
2245 inclusive, as amended by this act, the entrepreneurial mission of the
2246 corporation and the necessity to provide flexibility and innovation to
2247 facilitate the success of the Connecticut Lottery Corporation in the
2248 marketplace. In any arbitration regarding any classification of
2249 entrepreneurial sales employees, the arbitrator shall include a term
2250 awarding incentive compensation for such employees for the purpose
2251 of motivating employees to maximize lottery sales.

2252 ~~[(i)]~~ (h) The officers and all other employees of the corporation shall
2253 be state employees for the purposes of group welfare benefits and
2254 retirement, including, but not limited to, those provided under chapter
2255 66 and sections 5-257 and 5-259. The corporation shall reimburse the
2256 appropriate state agencies for all costs incurred by such designation.

2257 Sec. 51. Section 12-802a of the general statutes is repealed and the
2258 following is substituted in lieu thereof (*Effective July 1, 2019*):

2259 No person shall be employed by the Connecticut Lottery
2260 Corporation until such person has obtained an occupational license
2261 issued by the [Commissioner of Consumer Protection] Commission on

2262 Gaming in accordance with regulations adopted under section 12-568a,
2263 as amended by this act.

2264 Sec. 52. Section 12-804 of the general statutes is repealed and the
2265 following is substituted in lieu thereof (*Effective July 1, 2019*):

2266 (a) [The] (1) Prior to July 1, 2019, the powers of the corporation shall
2267 be vested in and exercised by the board of directors. Notwithstanding
2268 subsection (a) of section 1-121, until the appointment of five directors,
2269 a majority of the ex-officio directors then in office or their deputy or
2270 member of their staff designated to represent them as a member may
2271 take such action, including, without limitation, the adoption of interim
2272 bylaws, and approval of the transfer of lottery operations
2273 contemplated under section 12-808, as amended by this act, as is
2274 necessary to organize the corporation. From and after the five or more
2275 directors, including ex-officio directors, have been seated a majority of
2276 the directors of the board then seated shall constitute a quorum. The
2277 affirmative vote of a majority of the directors present at a meeting of
2278 the board at which a quorum is present shall be necessary and
2279 sufficient for any action taken by the board. No vacancy in the
2280 membership of the board shall impair the right of a quorum to exercise
2281 all the rights and perform all the duties of the board. Any action taken
2282 by the board may be authorized by resolution at any regular or special
2283 meeting and shall take effect immediately unless otherwise provided
2284 in the resolution. Following the initial seating of five or more directors,
2285 the board shall have the power, from time to time, to ratify, adopt,
2286 amend and repeal bylaws for the conduct of its affairs. Notice of any
2287 regular meeting shall be given to directors as set forth in the bylaws of
2288 the corporation.

2289 (2) The terms of board members shall end on June 30, 2019, and the
2290 board shall cease its existence on said date. On and after July 1, 2019,
2291 the Commission on Gaming established in section 1 of this act shall
2292 assume the functions previously performed by the board.

2293 (b) The [board] commission may delegate to three or more of the

2294 directors powers and duties as it deems proper. The [board]
2295 commission shall establish such committees, subcommittees or other
2296 entities as it deems necessary to further the purposes of the
2297 corporation including, but not limited to, an executive committee and
2298 a finance committee.

2299 Sec. 53. Section 12-805 of the general statutes is repealed and the
2300 following is substituted in lieu thereof (*Effective July 1, 2019*):

2301 (a) The [board] Commission on Gaming shall appoint officers of the
2302 corporation, which shall include a president, a secretary, and such
2303 other officers as the [board] commission may approve. Such officers
2304 shall not be members of the [board] commission, shall serve at the
2305 pleasure of the [board] commission and shall receive such
2306 compensation as shall be determined by the [board] commission. The
2307 president and secretary shall not be the same person. The president
2308 shall be the chief executive officer of the corporation. The president
2309 shall have the general charge, supervision and control of the operation
2310 and management of business and affairs of the corporation subject to
2311 the direction of the [board of directors] commission. The president
2312 shall have such other powers and duties as are generally incident to
2313 the office of the president and as may be assigned by the [board of
2314 directors] commission. The president shall not be a state employee.
2315 The president shall attend all meetings of the [board] commission
2316 related to the business of the corporation. The secretary shall keep a
2317 true, faithful and correct record of all proceedings and maintain and be
2318 custodian of all books, documents and papers filed with the
2319 corporation and of the book of minutes of the corporation and of its
2320 official seal. The secretary may cause copies to be made of all minutes
2321 and other records and documents of the corporation and may give
2322 certificates under the official seal of the corporation to the effect that
2323 such copies are true copies, and all persons dealing with the
2324 corporation may rely upon such certificates. The president or [his] the
2325 president's designee may serve as a member of such other boards or
2326 committees as may be necessary or desirable to carry out the purposes
2327 of the corporation.

2328 (b) The president shall take all such action as to the operation and
2329 management of the corporation as [he] the president in [his] the
2330 president's discretion deems advisable in order to enhance the
2331 monetary value of the corporation and the lottery.

2332 Sec. 54. Section 12-806 of the general statutes is repealed and the
2333 following is substituted in lieu thereof (*Effective July 1, 2019*):

2334 (a) The purposes of the corporation shall be to: (1) Operate and
2335 manage the lottery in an entrepreneurial and business-like manner free
2336 from the budgetary and other constraints that affect state agencies; (2)
2337 provide continuing and increased revenue to the people of the state
2338 through the lottery by being responsive to market forces and acting
2339 generally as a corporation engaged in entrepreneurial pursuits; and (3)
2340 ensure that the lottery continues to be operated with integrity and for
2341 the public good.

2342 (b) The corporation shall have the following powers:

2343 (1) To receive as transferee from the state of Connecticut all of the
2344 tangible and intangible assets constituting the lottery including the
2345 exclusive right to operate the lottery as the exclusive lottery of the state
2346 and, subject to subsection (b) of section 12-808, as amended by this act,
2347 to assume and discharge all of the agreements, covenants and
2348 obligations of the [Department of Consumer Protection] Commission
2349 on Gaming entered into which constitute a part of the operation and
2350 management of the lottery;

2351 (2) To operate and manage the lottery consistent with the provisions
2352 of sections 1-120, 1-121, 1-125, 12-563, as amended by this act, 12-563a,
2353 as amended by this act, 12-564, as amended by this act, 12-566, as
2354 amended by this act, 12-568a, as amended by this act, and 12-569, as
2355 amended by this act, subsection (c) of section 12-574, as amended by
2356 this act, and sections 12-800 to 12-818, inclusive, as amended by this
2357 act, and as specifically provided in section 12-812, as amended by this
2358 act;

2359 (3) To have perpetual succession as a body corporate and to adopt
2360 bylaws, policies and procedures for the operation of its affairs and
2361 conduct of its businesses;

2362 (4) To introduce new lottery games, modify existing lottery games,
2363 utilize existing and new technologies, determine distribution channels
2364 for the sale of lottery tickets, introduce keno pursuant to signed
2365 agreements with the Mashantucket Pequot Tribe and the Mohegan
2366 Tribe of Indians of Connecticut, in accordance with section 12-806c,
2367 and, to the extent specifically authorized by regulations adopted by the
2368 [Department of Consumer Protection] Commission on Gaming
2369 pursuant to chapter 54, introduce instant ticket vending machines,
2370 kiosks and automated wagering systems or machines, with all such
2371 rights being subject to regulatory oversight by the [Department of
2372 Consumer Protection] commission, except that the corporation shall
2373 not offer any interactive on-line lottery games, including on-line video
2374 lottery games for promotional purposes;

2375 (5) To establish an annual budget of revenues and expenditures,
2376 along with reasonable reserves for working capital, capital
2377 expenditures, debt retirement and other anticipated expenditures, in a
2378 manner and at levels considered by the board of directors as
2379 appropriate and prudent;

2380 (6) To adopt such administrative and operating procedures which
2381 the [board of directors] commission deems appropriate;

2382 (7) To enter into agreements with one or more states or territories of
2383 the United States for the promotion and operation of joint lottery
2384 games and to continue to participate in any joint lottery game in which
2385 the corporation participates on July 1, 2003, regardless of whether any
2386 government-authorized lottery operated outside of the United States
2387 participates in such game;

2388 (8) Subject to the provisions of section 12-815, as amended by this
2389 act, to enter into agreements with vendors with respect to the
2390 operation and management of the lottery, including operation of

2391 lottery terminals, management services, printing of lottery tickets,
2392 management expertise, marketing expertise, advertising or such other
2393 goods or services as the [board of directors] commission deems
2394 necessary and appropriate;

2395 (9) To purchase or lease operating equipment, including, but not
2396 limited to, computer gaming and automated wagering systems and to
2397 employ agents or employees to operate such systems;

2398 (10) To retain unclaimed prize funds as additional revenue for the
2399 state, or to use unclaimed prize funds to increase sales, or to return to
2400 participants unclaimed prize funds in a manner designed to increase
2401 sales;

2402 (11) To establish prize reserve accounts as the [board of directors]
2403 commission deems appropriate;

2404 (12) To pay lottery prizes as awarded under section 12-812, as
2405 amended by this act, to purchase annuities to fund such prizes, and to
2406 assure that all annuities from which payments to winners of lottery
2407 prizes are made are invested in instruments issued by agencies of the
2408 United States government and backed by the full faith and credit of the
2409 United States, or are issued by insurance companies licensed to do
2410 business in the state, provided the issuer has been determined by the
2411 [Department of Consumer Protection] Commission on Gaming to be
2412 financially stable and meets the minimum investment rating as
2413 determined by the department;

2414 (13) To pay the Office of Policy and Management to reimburse the
2415 [Department of Consumer Protection] Commission on Gaming for the
2416 reasonable and necessary costs arising from the [department's]
2417 commission's regulatory oversight of the corporation, in accordance
2418 with the assessment made pursuant to section 12-806b, as amended by
2419 this act, including costs arising directly or indirectly from the licensing
2420 of lottery agents, performance of state police background
2421 investigations, and the implementation of subsection (b) of section 12-
2422 562, as amended by this act, and sections 12-563a, as amended by this

2423 act, 12-568a, as amended by this act, 12-569, as amended by this act, 12-
2424 570, 12-570a and 12-800 to 12-818, inclusive, as amended by this act;

2425 (14) In the event that the operation or management of the
2426 corporation becomes subject to the federal gaming occupation tax, to
2427 pay such tax on behalf of lottery sales agents and to assist agents
2428 subject thereto;

2429 (15) To determine the commissions payable to lottery sales agents,
2430 provided any agent's commission shall not average less than four per
2431 cent of such agent's lottery sales;

2432 (16) To invest in, acquire, lease, purchase, own, manage, hold and
2433 dispose of real property and lease, convey or deal in or enter into
2434 agreements with respect to such property on any terms necessary or
2435 incidental to carrying out the purposes of sections 12-563a, as amended
2436 by this act, and 12-800 to 12-818, inclusive, as amended by this act,
2437 provided such transactions shall not be subject to approval, review or
2438 regulation pursuant to title 4b or any other statute by any state agency,
2439 except that real property transactions shall be subject to review by the
2440 State Properties Review Board;

2441 (17) To borrow money for the purpose of obtaining working capital;

2442 (18) To hold patents, copyrights, trademarks, marketing rights,
2443 licenses or any other evidence of protection or exclusivity issued under
2444 the laws of the United States or any state;

2445 (19) To employ such assistants, agents and other employees as may
2446 be necessary or desirable to carry out its purposes in accordance with
2447 sections 12-563a, as amended by this act, and 12-800 to 12-818,
2448 inclusive, as amended by this act, to fix their compensation and,
2449 subject to the provisions of subsections [(e) and (f)] (d) and (e) of
2450 section 12-802, as amended by this act, establish all necessary and
2451 appropriate personnel practices and policies; to engage consultants,
2452 accountants, attorneys and financial and other independent
2453 professionals as may be necessary or desirable to assist the corporation

2454 in performing its purposes in accordance with sections 12-563a, as
2455 amended by this act, and 12-800 to 12-818, inclusive, as amended by
2456 this act;

2457 (20) To make and enter into all contracts and agreements necessary
2458 or incidental to the performance of its duties and the execution of its
2459 powers under sections 12-563a, as amended by this act, and 12-800 to
2460 12-818, inclusive, as amended by this act;

2461 (21) In its own name, to sue and be sued, plead and be impleaded,
2462 adopt a seal and alter the same at pleasure;

2463 (22) Subject to the approval of the board and to the requirement to
2464 remit excess lottery funds to the General Fund as set forth in section
2465 12-812, as amended by this act, to invest any funds not needed for
2466 immediate use or disbursement, including any funds held in approved
2467 reserve accounts, in investments permitted by sections 3-20 and 3-27a
2468 for the proceeds of state bonds;

2469 (23) To procure insurance against any loss in connection with its
2470 property and other assets in such amounts and from such insurers as it
2471 deems desirable;

2472 (24) To the extent permitted under any contract with other persons
2473 to which the corporation is a party, to consent to any termination,
2474 modification, forgiveness or other change of any term of any
2475 contractual right, payment, royalty, contract or agreement of any kind;

2476 (25) To acquire, lease, purchase, own, manage, hold and dispose of
2477 personal property, and lease, convey or deal in or enter into
2478 agreements with respect to such property on any terms necessary or
2479 incidental to the carrying out of these purposes;

2480 (26) To account for and audit funds of the corporation;

2481 (27) To pay or provide for payment from operating revenues all
2482 expenses, costs and obligations incurred by the corporation in the
2483 exercise of the powers of the corporation under sections 12-563a, as

2484 amended by this act, and 12-800 to 12-818, inclusive, as amended by
2485 this act; and

2486 (28) To exercise any powers necessary to carry out the purposes of
2487 sections 12-563a, as amended by this act, and 12-800 to 12-818,
2488 inclusive, as amended by this act.

2489 Sec. 55. Section 12-806a of the general statutes is repealed and the
2490 following is substituted in lieu thereof (*Effective July 1, 2019*):

2491 As used in this section, "procedure" has the same meaning as
2492 "procedure", as defined in subdivision (2) of section 1-120. The
2493 [Department of Consumer Protection] Commission on Gaming shall,
2494 for the purposes of section 12-568a, as amended by this act, subsection
2495 (c) of section 12-574, as amended by this act, sections 12-802a, as
2496 amended by this act, and 12-815a, as amended by this act, and this
2497 section, regulate the activities of the Connecticut Lottery Corporation
2498 to assure the integrity of the state lottery. In addition to the
2499 requirements of the provisions of chapter 12 and notwithstanding the
2500 provisions of section 12-806, as amended by this act, the Connecticut
2501 Lottery Corporation shall, prior to implementing any procedure
2502 designed to assure the integrity of the state lottery, obtain the written
2503 approval of the [Commissioner of Consumer Protection] Commission
2504 on Gaming in accordance with regulations adopted under section 12-
2505 568a, as amended by this act.

2506 Sec. 56. Section 12-806b of the general statutes is repealed and the
2507 following is substituted in lieu thereof (*Effective July 1, 2019*):

2508 (a) (1) Commencing July 1, 2011, and annually thereafter until July
2509 1, 2019, the Office of Policy and Management shall assess the
2510 Connecticut Lottery Corporation in an amount sufficient to
2511 compensate the Department of Consumer Protection for the reasonable
2512 and necessary costs incurred by the department for the regulatory
2513 activities specified in subdivision (13) of subsection (b) of section 12-
2514 806, as amended by this act, for the preceding fiscal year ending June
2515 thirtieth.

2516 (2) Commencing July 1, 2020, and annually thereafter, the Office of
2517 Policy and Management shall assess the Connecticut Lottery
2518 Corporation in an amount sufficient to compensate the Commission on
2519 Gaming for the reasonable and necessary costs incurred by the
2520 commission for the regulatory activities specified in subdivision (13) of
2521 subsection (b) of section 12-806, as amended by this act, for the
2522 preceding fiscal year ending June thirtieth.

2523 (b) For the assessment year ending June 30, 2012, the Office of Policy
2524 and Management shall, on or before August 1, 2012, submit the total of
2525 the assessment made in accordance with subsection (a) of this section,
2526 together with a proposed assessment for the succeeding fiscal year
2527 based on the preceding fiscal year cost, to the Connecticut Lottery
2528 Corporation. The assessment for the preceding fiscal year shall be
2529 determined not later than September 15, 2011, after receiving any
2530 objections to the proposed assessments and making such changes or
2531 adjustments as the Secretary of the Office of Policy and Management
2532 determines to be warranted. The corporation shall pay the total
2533 assessment in quarterly payments to the Office of Policy and
2534 Management, with the first payment commencing on October 1, 2011,
2535 and with the remaining payments to be made on January 1, 2012, April
2536 1, 2012, and June 1, 2012. The office shall deposit any such payment in
2537 the lottery assessment account established under subsection (d) of this
2538 section.

2539 (c) For the assessment year ending June 30, 2013, and each
2540 assessment year thereafter, the Office of Policy and Management shall,
2541 on or before May first of each year, submit the total of the assessment
2542 made in accordance with subsection (a) of this section, together with a
2543 proposed assessment for the succeeding fiscal year based on the
2544 preceding fiscal year cost, to the Connecticut Lottery Corporation. The
2545 assessment for the preceding fiscal year shall be determined not later
2546 than June fifteenth of each year, after receiving any objections to the
2547 proposed assessments and making such changes or adjustments as the
2548 Secretary of the Office of Policy and Management determines to be
2549 warranted. The corporation shall pay the total assessment in quarterly

2550 payments to the Office of Policy and Management, with the first
2551 payment commencing on July first of each year, and with the
2552 remaining payments to be made on October first, January first and
2553 April first annually. The office shall deposit any such payment in the
2554 lottery assessment account established under subsection (d) of this
2555 section.

2556 (d) (1) There is established an account to be known as the "lottery
2557 assessment account" which shall be a separate, nonlapsing account
2558 within the General Fund. The account shall contain any moneys
2559 required by law to be deposited in the account. Moneys in the account
2560 shall be expended by the [Department of Consumer Protection]
2561 Commission on Gaming.

2562 (2) The Office of Policy and Management shall transfer to the
2563 Department of Consumer Protection any portion of a payment that is
2564 received by the office on or after July 1, 2019, under an assessment for
2565 the reasonable and necessary costs incurred by the department for
2566 regulatory activities related to the Connecticut Lottery Corporation
2567 prior to July 1, 2019.

2568 (e) Notwithstanding any provision of this section, the final quarterly
2569 payment for the assessment for the fiscal year ending June 30, 2011,
2570 shall be paid on July 1, 2011.

2571 Sec. 57. Section 12-807 of the general statutes is repealed and the
2572 following is substituted in lieu thereof (*Effective July 1, 2019*):

2573 (a) The corporation shall:

2574 (1) Comply with all laws, rules and regulations of the United States
2575 and the state of Connecticut;

2576 (2) Comply with regulations, adopted by the [Department of
2577 Consumer Protection] Commission on Gaming in accordance with
2578 chapter 54;

2579 (b) The corporation shall not:

2580 (1) Sell, transfer, assign, deliver, license, grant or otherwise alienate
2581 any portion or aspect of the lottery or lottery operations, but may sell
2582 real or personal property, provided any revenue from such sale shall
2583 be remitted to the state;

2584 (2) Take any action with respect to the introduction or modification
2585 of lottery games which would cause a violation of any compact or any
2586 memorandum of understanding or agreement from time to time in
2587 force between the state and the Mashantucket Pequot Tribal Nation or
2588 the Mohegan Tribe of Montville, Connecticut, or any future compact or
2589 agreement with a federally recognized tribe.

2590 Sec. 58. Section 12-808 of the general statutes is repealed and the
2591 following is substituted in lieu thereof (*Effective July 1, 2019*):

2592 (a) As soon as practicable after July 1, 1996, and the organization of
2593 the corporation, the corporation shall enter into such agreements as the
2594 board shall authorize in order to effect the transfer, assignment and
2595 delivery to the corporation from the state of all the tangible and
2596 intangible assets constituting the lottery, including the exclusive right
2597 to operate the lottery, and, subject to subsection (b) of this section, to
2598 effect the assignment to and assumption by the corporation of all
2599 agreements, covenants and obligations of the [Department of
2600 Consumer Protection] Commission on Gaming and other agencies of
2601 the state relating to the operation and management of the lottery. Such
2602 agreements may contain such other provisions as the board deems
2603 necessary or appropriate for the continued operation of the lottery by
2604 the corporation pursuant to sections 12-563a, as amended by this act,
2605 and 12-800 to 12-818, inclusive, as amended by this act.

2606 (b) The state shall transfer to the corporation ownership of all
2607 annuities it purchased for payment of lottery prizes and shall not be
2608 liable for any lottery awards. In addition, the state shall not be liable
2609 for any obligations of the lottery arising prior to the date of transfer as
2610 described in subsection (a) of this section, including those arising in the
2611 ordinary course of business under existing contracts specifically

2612 assumed by the corporation. The [Department of Consumer
2613 Protection] Commission on Gaming shall assign to the corporation any
2614 annuity for payment of any lottery award arising on or before the date
2615 of such transfer. Unless otherwise agreed to in writing with the
2616 [department] commission, the corporation shall be solely responsible
2617 for the payment of all lottery prizes and the purchase of all annuities to
2618 provide revenue for such payment.

2619 (c) The corporation shall request and obtain all approvals, consents
2620 and rulings of and from all state and federal governmental agencies
2621 necessary or in order to effect the transactions contemplated by this
2622 section.

2623 Sec. 59. Section 12-809 of the general statutes is repealed and the
2624 following is substituted in lieu thereof (*Effective July 1, 2019*):

2625 [Each director and the] The president shall execute a surety bond in
2626 the penal sum of fifty thousand dollars. The [chairman of the board]
2627 Commission on Gaming may [execute] authorize the corporation to
2628 execute a blanket position surety bond, or arrange for separate surety
2629 bonds, covering [each director,] the president and the employees of the
2630 corporation at amounts determined by the [board] commission, but in
2631 no event less than the sum of fifty thousand dollars per person. Each
2632 surety bond shall be conditioned upon the faithful performance of the
2633 duties of the office or offices covered, be executed by a surety company
2634 authorized to transact business in this state as surety, be approved by
2635 the Attorney General and be filed in the office of the Secretary of the
2636 State. The cost of each such bond shall be paid by the corporation.

2637 Sec. 60. Section 12-811 of the general statutes is repealed and the
2638 following is substituted in lieu thereof (*Effective July 1, 2019*):

2639 (a) The president and all [directors,] officers and employees of the
2640 corporation shall be state employees for purposes of sections 1-79 to 1-
2641 89, inclusive.

2642 (b) No [director,] member of the Commission on Gaming or officer

2643 or employee of the corporation shall, directly or indirectly, participate
2644 in, or share in the winnings from, a game conducted pursuant to
2645 sections 12-563a, as amended by this act, and 12-800 to 12-818,
2646 inclusive, as amended by this act.

2647 Sec. 61. Section 12-812 of the general statutes is repealed and the
2648 following is substituted in lieu thereof (*Effective July 1, 2019*):

2649 (a) The president of the corporation, subject to the direction of the
2650 [board] Commission on Gaming, shall conduct daily, weekly,
2651 multistate, special instant or other lottery games and shall determine
2652 the number of times a lottery shall be held each year, the form and
2653 price of the tickets and the aggregate amount of prizes, which shall not
2654 be less than forty-five per cent of the sales unless required by the terms
2655 of any agreement entered into for the conduct of multistate lottery
2656 games. The proceeds of the sale of tickets shall be deposited in the
2657 lottery fund of the corporation from which prizes shall be paid, upon
2658 vouchers signed by the president, or by either of two persons
2659 designated and authorized by [him] the president, in such numbers
2660 and amounts as the president determines. The corporation may limit
2661 its liability in games with fixed payouts and may cause a cessation of
2662 sales of tickets of certain designation when such liability limit has been
2663 reached.

2664 (b) The president, subject to the direction of the [board] commission,
2665 may enter into agreements for the sale of product advertising on
2666 lottery tickets, play slips and other lottery media.

2667 (c) On a weekly basis, the president shall estimate, and certify to the
2668 State Treasurer, that portion of the balance in the lottery fund which
2669 exceeds the current needs of the corporation for the payment of prizes,
2670 the payment of current operating expenses and funding of approved
2671 reserves of the corporation. The corporation shall transfer the amount
2672 so certified from the lottery fund of the corporation to the General
2673 Fund, upon notification of receipt of such certification by the
2674 Treasurer.

2675 Sec. 62. Subsection (a) of section 12-813 of the general statutes is
2676 repealed and the following is substituted in lieu thereof (*Effective July*
2677 *1, 2019*):

2678 (a) The corporation may sell lottery tickets at any location in the
2679 state determined by the president which, in the opinion of the
2680 president, will best enhance lottery revenues, except that no license
2681 shall be issued by the [Department of Consumer Protection]
2682 Commission on Gaming to any person to engage in business
2683 exclusively as a lottery sales agent. Subject to the provisions of
2684 subdivision (15) of subsection (b) of section 12-806, as amended by this
2685 act, the president may authorize compensation to such agents in such
2686 manner and amounts and subject to such limitations as he may
2687 determine if he finds such compensation is necessary to assure
2688 adequate availability of lottery tickets, provided, if such agent is a
2689 lessee of state property and [his] the agent's rental fee is based upon
2690 the gross receipts of [his] the agent's business conducted thereon, all
2691 receipts from the sale of such lottery tickets shall be excluded from
2692 such gross receipts for rental purposes. The president may suspend for
2693 cause any licensed agent, subject to a final determination through a
2694 hearing provided by the [Department of Consumer Protection]
2695 Commission on Gaming.

2696 Sec. 63. Subsection (a) of section 12-815 of the general statutes is
2697 repealed and the following is substituted in lieu thereof (*Effective July*
2698 *1, 2019*):

2699 (a) The corporation shall establish and adopt specific policies, rules
2700 and procedures on purchasing and contracting. Such policies, rules
2701 and procedures or amendments thereto shall be approved by a two-
2702 thirds vote of the entire board. Notwithstanding any other provision of
2703 law to the contrary, the corporation may enter into management,
2704 consulting and other agreements for the provision of goods, services
2705 and professional advisors necessary or useful in connection with the
2706 operation and management of the lottery (1) pursuant to a process of
2707 open or competitive bidding, provided (A) the corporation shall first

2708 determine the format, content and scope of any agreement for any
2709 procurement of goods or services, the conditions under which bidding
2710 will take place and the schedule and stipulations for contract award,
2711 and (B) the corporation may select the contractor deemed to have
2712 submitted the most favorable bid, considering price and other factors,
2713 when, in the judgment of the corporation, such award is in the best
2714 interests of the corporation, or (2) if the corporation, in its discretion,
2715 determines that, due to the nature of the agreement to be contracted
2716 for or procured, open or public bidding is either impracticable or not in
2717 the best interests of the corporation, by negotiation with such
2718 prospective providers as the corporation may determine. The terms
2719 and conditions of agreements and the fees or other compensation to be
2720 paid to such persons shall be determined by the corporation. The
2721 agreements entered into by the corporation in accordance with the
2722 provisions of this section shall not be subject to the approval of any
2723 state department, office or agency, except as provided in regulations
2724 adopted by the [Department of Consumer Protection] Commission on
2725 Gaming. Nothing in this section shall be deemed to restrict the
2726 discretion of the corporation to utilize its own staff and workforce for
2727 the performance of any of its assigned responsibilities and functions
2728 whenever, in the discretion of the corporation, it becomes necessary,
2729 convenient or desirable to do so. Copies of all agreements of the
2730 corporation shall be maintained by the corporation at its offices as
2731 public records, subject to said exemption.

2732 Sec. 64. Section 12-815a of the general statutes is repealed and the
2733 following is substituted in lieu thereof (*Effective July 1, 2019*):

2734 (a) The [Commissioner of Consumer Protection] Commission on
2735 Gaming shall issue vendor, affiliate and occupational licenses in
2736 accordance with the provisions of this section.

2737 (b) No person or business organization awarded a primary contract
2738 by the Connecticut Lottery Corporation to provide facilities,
2739 components, goods or services that are necessary for and directly
2740 related to the secure operation of the activities of said corporation shall

2741 do so unless such person or business organization is issued a vendor
2742 license by the [Commissioner of Consumer Protection] Commission on
2743 Gaming. For the purposes of this subsection, "primary contract" means
2744 a contract to provide facilities, components, goods or services to said
2745 corporation by a person or business organization (1) that provides any
2746 lottery game or any online wagering system related facilities,
2747 components, goods or services and that receives or, in the exercise of
2748 reasonable business judgment, can be expected to receive more than
2749 seventy-five thousand dollars or twenty-five per cent of its gross
2750 annual sales from said corporation, or (2) that has access to the
2751 facilities of said corporation and provides services in such facilities
2752 without supervision by said corporation. Each applicant for a vendor
2753 license shall pay a nonrefundable application fee of two hundred fifty
2754 dollars.

2755 (c) No person or business organization, other than a shareholder in
2756 a publicly traded corporation, may be a subcontractor for the provision
2757 of facilities, components, goods or services that are necessary for and
2758 directly related to the secure operation of the activities of the
2759 Connecticut Lottery Corporation, or may exercise control in or over a
2760 vendor licensee unless such person or business organization is licensed
2761 as an affiliate licensee by the [commissioner] commission. Each
2762 applicant for an affiliate license shall pay a nonrefundable application
2763 fee of two hundred fifty dollars.

2764 (d) (1) Each employee of a vendor or affiliate licensee who has
2765 access to the facilities of the Connecticut Lottery Corporation and
2766 provides services in such facilities without supervision by said
2767 corporation or performs duties directly related to the activities of said
2768 corporation shall obtain an occupational license.

2769 (2) Each officer, director, partner, trustee or owner of a business
2770 organization licensed as a vendor or affiliate licensee and any
2771 shareholder, executive, agent or other person connected with any
2772 vendor or affiliate licensee who, in the judgment of the [commissioner]
2773 commission, will exercise control in or over any such licensee shall

2774 obtain an occupational license.

2775 (3) Each employee of the Connecticut Lottery Corporation shall
2776 obtain an occupational license.

2777 (e) The [commissioner] commission shall issue occupational licenses
2778 in the following classes: (1) Class I for persons specified in subdivision
2779 (1) of subsection (d) of this section; (2) Class II for persons specified in
2780 subdivision (2) of subsection (d) of this section; (3) Class III for persons
2781 specified in subdivision (3) of subsection (d) of this section who, in the
2782 judgment of the [commissioner] commission, will not exercise
2783 authority over or direct the management and policies of the
2784 Connecticut Lottery Corporation; and (4) Class IV for persons specified
2785 in subdivision (3) of subsection (d) of this section who, in the judgment
2786 of the [commissioner] commission, will exercise authority over or
2787 direct the management and policies of the Connecticut Lottery
2788 Corporation. Each applicant for a Class I or III occupational license
2789 shall pay a nonrefundable application fee of twenty dollars. Each
2790 applicant for a Class II or IV occupational license shall pay a
2791 nonrefundable application fee of one hundred dollars. The
2792 nonrefundable application fee shall accompany the application for
2793 each such occupational license.

2794 (f) In determining whether to grant a vendor, affiliate or
2795 occupational license to any such person or business organization, the
2796 [commissioner] commission may require an applicant to provide
2797 information as to such applicant's: (1) Financial standing and credit; (2)
2798 moral character; (3) criminal record, if any; (4) previous employment;
2799 (5) corporate, partnership or association affiliations; (6) ownership of
2800 personal assets; and (7) such other information as the [commissioner]
2801 commission deems pertinent to the issuance of such license, provided
2802 the submission of such other information will assure the integrity of
2803 the state lottery. The [commissioner] commission shall require each
2804 applicant for a vendor, affiliate or occupational license to submit to
2805 state and national criminal history records checks and may require
2806 each such applicant to submit to an international criminal history

2807 records check before such license is issued. The state and national
2808 criminal history records checks required pursuant to this subsection
2809 shall be conducted in accordance with section 29-17a. The
2810 [commissioner] commission shall issue a vendor, affiliate or
2811 occupational license, as the case may be, to each applicant who
2812 satisfies the requirements of this subsection and who is deemed
2813 qualified by the [commissioner] commission. The [commissioner]
2814 commission may reject for good cause an application for a vendor,
2815 affiliate or occupational license.

2816 (g) Each vendor, affiliate or Class I or II occupational license shall be
2817 effective for not more than one year from the date of issuance. Each
2818 Class III or IV occupational license shall remain in effect throughout
2819 the term of employment of any such employee holding such a license.
2820 The [commissioner] commission may require each employee issued a
2821 Class IV occupational license to submit information as to such
2822 employee's financial standing and credit annually. Initial application
2823 for and renewal of any such license shall be in such form and manner
2824 as the [commissioner] commission shall prescribe.

2825 (h) (1) The [commissioner] commission may suspend or revoke for
2826 good cause a vendor, affiliate or occupational license after a hearing
2827 held before the [commissioner] commission in accordance with chapter
2828 54. The [commissioner] commission may order summary suspension
2829 of any such license in accordance with subsection (c) of section 4-182.

2830 (2) Any such applicant aggrieved by the action of the
2831 [commissioner] commission concerning an application for a license, or
2832 any person or business organization whose license is suspended or
2833 revoked, may appeal pursuant to section 4-183.

2834 (3) The [commissioner] commission may impose a civil penalty on
2835 any licensee for a violation of any provision of this chapter or any
2836 regulation adopted under section 12-568a, as amended by this act, in
2837 an amount not to exceed two thousand five hundred dollars after a
2838 hearing held in accordance with chapter 54.

2839 (i) The [commissioner] commission may require that the books and
2840 records of any vendor or affiliate licensee be maintained in any
2841 manner which the [commissioner] commission may deem best, and
2842 that any financial or other statements based on such books and records
2843 be prepared in accordance with generally accepted accounting
2844 principles in such form as the [commissioner] commission shall
2845 prescribe. The [commissioner or a designee] commission may visit,
2846 investigate and place expert accountants and such other persons as
2847 deemed necessary in the offices or places of business of any such
2848 licensee for the purpose of satisfying [himself or herself] the
2849 commission that such licensee is in compliance with the commission's
2850 regulations. [of the department.]

2851 (j) For the purposes of this section, (1) "business organization"
2852 means a partnership, incorporated or unincorporated association, firm,
2853 corporation, trust or other form of business or legal entity; (2) "control"
2854 means the power to exercise authority over or direct the management
2855 and policies of a licensee; and (3) "person" means any individual.

2856 (k) The [Commissioner of Consumer Protection] commission may
2857 adopt such regulations, in accordance with chapter 54, as are necessary
2858 to implement the provisions of this section.

2859 Sec. 65. Subsection (b) of section 17a-713 of the general statutes is
2860 repealed and the following is substituted in lieu thereof (*Effective July*
2861 *1, 2019*):

2862 (b) The program established by subsection (a) of this section shall be
2863 funded by imposition of: (1) A fee of one hundred thirty-five dollars on
2864 each association license, for each performance of jai alai or dog racing
2865 conducted under the provisions of chapter 226, provided no such
2866 licensee shall contribute more than forty-five thousand dollars in any
2867 one year; (2) a fee of twenty-five dollars for each teletheater
2868 performance on each operator of a teletheater facility; and (3) the
2869 amount received from the Connecticut Lottery Corporation pursuant
2870 to section 12-818. The [Commissioner of Consumer Protection]

2871 Commission on Gaming shall collect the fee from each association
2872 licensee or such operator on a monthly basis. The receipts shall be
2873 deposited in the General Fund and credited to a separate, nonlapsing
2874 chronic gamblers treatment and rehabilitation account which shall be
2875 established by the Comptroller. All moneys in the account are deemed
2876 to be appropriated and shall be expended for the purposes established
2877 in subsection (a) of this section.

2878 Sec. 66. Section 21a-1 of the general statutes is repealed and the
2879 following is substituted in lieu thereof (*Effective July 1, 2019*):

2880 (a) There shall be a Department of Consumer Protection which shall
2881 be under the direction and supervision of a Commissioner of
2882 Consumer Protection, who shall be appointed by the Governor in
2883 accordance with the provisions of sections 4-5 to 4-8, inclusive.

2884 (b) The Department of Consumer Protection shall constitute a
2885 successor agency, in accordance with the provisions of sections 4-38d
2886 and 4-39, to the Department of Public Safety with respect to all
2887 functions, powers and duties of the Department of Public Safety under
2888 chapter 532. Where any order or regulation of said departments
2889 conflict, the Commissioner of Consumer Protection may implement
2890 policies and procedures consistent with the provisions of chapter 532
2891 while in the process of adopting the policy or procedure in regulation
2892 form, provided notice of intention to adopt regulations is printed in
2893 the Connecticut Law Journal within twenty days of implementation.
2894 The policy or procedure shall be valid until the time final regulations
2895 are effective.

2896 [(c) The Department of Consumer Protection shall constitute a
2897 successor agency to the Division of Special Revenue in accordance
2898 with the provisions of sections 4-38d and 4-39. Where any order or
2899 regulation of said division and department conflict, the Commissioner
2900 of Consumer Protection may implement policies and procedures
2901 consistent with chapters 98, 226, 438a, 529, 545, 557 and 946, while in
2902 the process of adopting the policy or procedure in regulation form,

2903 provided notice of intention to adopt regulations is printed in the
2904 Connecticut Law Journal within twenty days of implementation. Any
2905 such policy or procedure shall be valid until the time final regulations
2906 are effective.

2907 (d) The Department of Consumer Protection shall constitute a
2908 successor agency to the Gaming Policy Board in accordance with the
2909 provisions of sections 4-38d and 4-39. Where any order or regulation of
2910 said board and department conflict, the Commissioner of Consumer
2911 Protection may implement policies and procedures consistent with
2912 chapters 98, 226 and 545 while in the process of adopting the policy or
2913 procedure in regulation form, provided notice of intention to adopt
2914 regulations is printed in the Connecticut Law Journal within twenty
2915 days of implementation. Any such policy or procedure shall be valid
2916 until the time final regulations are effective.]

2917 Sec. 67. Section 22-410 of the general statutes is repealed and the
2918 following is substituted in lieu thereof (*Effective July 1, 2019*):

2919 The Department of Agriculture and the [Department of Consumer
2920 Protection] Commission on Gaming, within the limitations of funds
2921 available, may offer cash awards to the breeders of Connecticut-bred
2922 horses which officially finish in first place in horse races conducted in
2923 this state where pari-mutuel betting is permitted and to those which
2924 finish first, second or third in horse races where pari-mutuel betting is
2925 permitted and the total purse is twenty thousand dollars or more, and
2926 to owners at the time of service of the stallions which sired such
2927 horses. Such awards shall be paid from the Connecticut Breeders' Fund
2928 to be administered by the [departments] department and commission.
2929 Said fund shall consist of revenues derived from pari-mutuel betting in
2930 such races in the state, both on and off-track, consisting of twenty-five
2931 per cent of the tax derived from the breakage of the state's share of the
2932 tax derived from such races, pursuant to subdivision (2) of subsection
2933 (d) of section 12-575, as amended by this act, with a limit set for the
2934 fund not to exceed fifty thousand dollars in any fiscal year.

2935 Sec. 68. Section 22-412 of the general statutes is repealed and the
2936 following is substituted in lieu thereof (*Effective July 1, 2019*):

2937 The Department of Agriculture and the [Department of Consumer
2938 Protection] Commission on Gaming shall use part of said fund for
2939 programs to promote the equine industry in the state of Connecticut,
2940 such as equine activities, facilities and research. The Department of
2941 Agriculture and the [Department of Consumer Protection]
2942 Commission on Gaming may adopt regulations, in accordance with
2943 the provisions of chapter 54, to carry out the purposes of this section
2944 and sections 22-410, as amended by this act, and 22-411.

2945 Sec. 69. Section 29-7c of the general statutes is repealed and the
2946 following is substituted in lieu thereof (*Effective July 1, 2019*):

2947 There is established a unit in the Division of State Police within the
2948 Department of Emergency Services and Public Protection to be known
2949 as the legalized gambling investigative unit. The unit, in conjunction
2950 with the special [policemen] police officers in the [Department of
2951 Consumer Protection] Commission on Gaming, shall be responsible for
2952 (1) the criminal enforcement of the provisions of sections 7-169 to 7-
2953 186, inclusive, as amended by this act, and chapters 226, 226b and 229a,
2954 as amended by this act, and (2) the investigation, detection of and
2955 assistance in the prosecution of any criminal matter or alleged
2956 violation of criminal law with respect to legalized gambling, provided
2957 the legalized gambling investigative unit shall be the primary criminal
2958 enforcement agency. Nothing in this section shall limit the powers
2959 granted to persons appointed to act as special [policemen] police
2960 officers in accordance with the provisions of section 29-18c, as
2961 amended by this act.

2962 Sec. 70. Section 29-18c of the general statutes is repealed and the
2963 following is substituted in lieu thereof (*Effective July 1, 2019*):

2964 The Commissioner of Emergency Services and Public Protection
2965 may appoint not more than four persons employed as investigators in
2966 the security unit of the [Department of Consumer Protection]

2967 Commission on Gaming, upon the nomination of the [Commissioner
2968 of Consumer Protection] commission, to act as special [policemen]
2969 police officers in said unit. Such appointees shall serve at the pleasure
2970 of the [Commissioner of Emergency Services and Public Protection]
2971 Commission on Gaming. During such tenure, they shall have all the
2972 powers conferred on state [policemen] police officers while
2973 investigating or making arrests for any offense arising from the
2974 operation of any off-track betting system or the conduct of any lottery
2975 game. Such special [policemen] police officers shall be certified under
2976 the provisions of sections 7-294a to 7-294e, inclusive.

2977 Sec. 71. Subsection (a) of section 30-20 of the general statutes is
2978 repealed and the following is substituted in lieu thereof (*Effective July*
2979 *1, 2019*):

2980 (a) A package store permit shall allow the retail sale of alcoholic
2981 liquor not to be consumed on the premises, such sales to be made only
2982 in sealed bottles or other containers. The holder of a package store
2983 permit may, in accordance with regulations adopted by the
2984 Department of Consumer Protection pursuant to the provisions of
2985 chapter 54, offer free samples of alcoholic liquor for tasting on the
2986 premises, conduct fee-based wine education and tasting classes and
2987 demonstrations and conduct tastings or demonstrations provided by a
2988 permittee or backer of a package store for a nominal charge to
2989 charitable nonprofit organizations. Any offering, tasting, wine
2990 education and tasting class or demonstration held on permit premises
2991 shall be conducted only during the hours a package store is permitted
2992 to sell alcoholic liquor under section 30-91. No tasting of wine on the
2993 premises shall be offered from more than ten uncorked bottles at any
2994 one time. No store operating under a package store permit shall sell
2995 any commodity other than alcoholic liquor except that,
2996 notwithstanding any other provision of law, such store may sell (1)
2997 cigarettes and cigars, (2) publications, (3) bar utensils, which shall
2998 include, but need not be limited to, corkscrews, beverage strainers,
2999 stirrers or other similar items used to consume or related to the
3000 consumption of alcoholic liquor, (4) gift packages of alcoholic liquor

3001 shipped into the state by a manufacturer or out-of-state shipper, which
3002 may include a nonalcoholic item in the gift package that may be any
3003 item, except food or tobacco products, provided the dollar value of the
3004 nonalcoholic items does not exceed the dollar value of the alcoholic
3005 items of the package, (5) complementary fresh fruits used in the
3006 preparation of mixed alcoholic beverages, (6) cheese or crackers, or
3007 both, (7) olives, (8) nonalcoholic beverages, (9) concentrates used in the
3008 preparation of mixed alcoholic beverages, (10) beer and wine-making
3009 kits and products related to beer and wine-making kits, (11) ice in any
3010 form, (12) articles of clothing imprinted with advertising related to the
3011 alcoholic liquor industry, (13) gift baskets or other containers of
3012 alcoholic liquor, (14) multiple packages of alcoholic liquors, as defined
3013 in subdivision (3) of section 30-1, provided in all such cases the
3014 minimum retail selling price for such alcoholic liquor shall apply, (15)
3015 lottery tickets authorized by the [Department of Consumer Protection]
3016 Commission on Gaming, if licensed as an agent to sell such tickets by
3017 said department, and (16) gift baskets containing only containers of
3018 alcoholic liquor and commodities authorized for sale under
3019 subdivisions (1) to (15), inclusive, of this subsection. A package store
3020 permit shall also allow the taking and transmitting of orders for
3021 delivery of such merchandise in other states. Notwithstanding any
3022 other provision of law, a package store permit shall allow the
3023 participation in any lottery ticket promotion or giveaway sponsored by
3024 the [Department of Consumer Protection] Commission on Gaming.
3025 The annual fee for a package store permit shall be five hundred thirty-
3026 five dollars.

3027 Sec. 72. Subsection (h) of section 30-33b of the general statutes is
3028 repealed and the following is substituted in lieu thereof (*Effective July*
3029 *1, 2019*):

3030 (h) "Special sporting facility" means all of the land and buildings in
3031 which the principal business conducted is racing or jai alai exhibitions
3032 with pari-mutuel betting licensed by the [Department of Consumer
3033 Protection] Commission on Gaming.

3034 Sec. 73. Subdivision (1) of subsection (b) of section 30-39 of the
3035 general statutes is repealed and the following is substituted in lieu
3036 thereof (*Effective July 1, 2019*):

3037 (b) (1) Any person desiring a liquor permit or a renewal of such a
3038 permit shall make a sworn application therefor to the Department of
3039 Consumer Protection upon forms to be furnished by the department,
3040 showing the name and address of the applicant and of the applicant's
3041 backer, if any, the location of the club or place of business which is to
3042 be operated under such permit and a financial statement setting forth
3043 all elements and details of any business transactions connected with
3044 the application. Such application shall include a detailed description of
3045 the type of live entertainment that is to be provided. A club or place of
3046 business shall be exempt from providing such detailed description if
3047 the club or place of business (A) was issued a liquor permit prior to
3048 October 1, 1993, and (B) has not altered the type of entertainment
3049 provided. The application shall also indicate any crimes of which the
3050 applicant or the applicant's backer may have been convicted.
3051 Applicants shall submit documents sufficient to establish that state and
3052 local building, fire and zoning requirements and local ordinances
3053 concerning hours and days of sale will be met, except that local
3054 building and zoning requirements and local ordinances concerning
3055 hours and days of sale shall not apply to any class of airport permit.
3056 The State Fire Marshal or the marshal's certified designee shall be
3057 responsible for approving compliance with the State Fire Code at
3058 Bradley International Airport. Any person desiring a permit provided
3059 for in section 30-33b, as amended by this act, shall file a copy of such
3060 person's license with such application if such license was issued by the
3061 [Department of Consumer Protection] Commission on Gaming. The
3062 department may, at its discretion, conduct an investigation to
3063 determine whether a permit shall be issued to an applicant.

3064 Sec. 74. Section 30-59a of the general statutes is repealed and the
3065 following is substituted in lieu thereof (*Effective July 1, 2019*):

3066 (a) The Department of Consumer Protection may suspend any

3067 permit issued under this chapter if the permittee has had a license
3068 suspended or revoked by the department until such license has been
3069 restored to such person.

3070 (b) The department may, upon notice from the Commission on
3071 Gaming of the name and address of any person who has had a license
3072 suspended or revoked by the commission, suspend any permit issued
3073 under this chapter until such license has been restored to such person.
3074 The department shall notify the commission of the name and address
3075 of any permittee whose permit has been suspended or revoked.

3076 Sec. 75. Subsection (c) of section 31-51y of the general statutes is
3077 repealed and the following is substituted in lieu thereof (*Effective July*
3078 *1, 2019*):

3079 (c) Nothing in sections 31-51t to 31-51aa, inclusive, as amended by
3080 this act, shall restrict or prevent a urinalysis drug test program
3081 conducted under the supervision of the [Department of Consumer
3082 Protection] Commission on Gaming relative to jai alai players, jai alai
3083 court judges, jockeys, harness drivers or stewards participating in
3084 activities upon which pari-mutuel wagering is authorized under
3085 chapter 226.

3086 Sec. 76. Section 53-278g of the general statutes is repealed and the
3087 following is substituted in lieu thereof (*Effective July 1, 2019*):

3088 (a) Nothing in sections 53-278a to 53-278f, inclusive, shall be
3089 construed to prohibit the publication of an advertisement of, or the
3090 operation of, or participation in, a state lottery, pari-mutuel betting at
3091 race tracks licensed by the state, off-track betting conducted by the
3092 state or a licensee authorized to operate the off-track betting system,
3093 authorized games at a casino gaming facility, a promotional drawing
3094 for a prize or prizes, conducted for advertising purposes by any
3095 person, firm or corporation other than a retail grocer or retail grocery
3096 chain, wherein members of the general public may participate without
3097 making any purchase or otherwise paying or risking credit, money, or
3098 any other tangible thing of value or a sweepstakes conducted pursuant

3099 to sections 42-295 to 42-301, inclusive.

3100 (b) The Mashantucket Pequot tribe and the Mohegan Tribe of
3101 Indians of Connecticut, or their agents, may use and possess at any
3102 location within the state, solely for the purpose of training individuals
3103 in skills required for employment by the tribe or testing a gambling
3104 device, any gambling device which the tribes are authorized to utilize
3105 on their reservations pursuant to the federal Indian Gaming
3106 Regulatory Act; provided no money or other thing of value shall be
3107 paid to any person as a result of the operation of such gambling device
3108 in the course of such training or testing at locations outside of the
3109 reservation of the tribe. Any person receiving such training or testing
3110 such device may use any such device in the course of such training or
3111 testing. Whenever either of said tribes intends to use and possess at
3112 any location within the state any such gambling device for the purpose
3113 of testing such device, the tribe shall give prior notice of such testing to
3114 the [Department of Consumer Protection] Commission on Gaming.

3115 (c) Any casino gaming facility, or its agents, may use and possess at
3116 any location within the state, solely for the purpose of training
3117 individuals in skills required for employment by the casino gaming
3118 facility or testing a gambling device, any gambling device which the
3119 casino gaming facility may use for conducting authorized games at the
3120 casino gaming facility, provided no money or other thing of value shall
3121 be paid to any person as a result of the operation of such gambling
3122 device in the course of such training or testing at locations outside of
3123 the casino gaming facility. Any person receiving such training or
3124 testing such device may use any such device in the course of such
3125 training or testing. Whenever a casino gaming facility intends to use
3126 and possess at any location within the state any such gambling device
3127 for the purpose of testing such device, the casino gambling facility
3128 shall give prior notice of such testing to the [Department of Consumer
3129 Protection] Commission on Gaming.

3130 Sec. 77. Sections 12-570b and 21a-1b of the general statutes are
3131 repealed. (*Effective July 1, 2019*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2019	New section
Sec. 2	July 1, 2019	4-5
Sec. 3	July 1, 2020	4-5
Sec. 4	July 1, 2019	4-38c
Sec. 5	July 1, 2020	4-38c
Sec. 6	July 1, 2019	7-169d
Sec. 7	July 1, 2019	7-169h
Sec. 8	July 1, 2019	7-169i
Sec. 9	July 1, 2019	7-178
Sec. 10	July 1, 2019	12-557b
Sec. 11	July 1, 2019	12-559
Sec. 12	July 1, 2019	12-560
Sec. 13	July 1, 2019	12-561
Sec. 14	July 1, 2019	12-562
Sec. 15	July 1, 2019	12-563
Sec. 16	July 1, 2019	12-563a
Sec. 17	July 1, 2019	12-564
Sec. 18	July 1, 2019	12-564a
Sec. 19	July 1, 2019	12-565
Sec. 20	July 1, 2019	12-565a
Sec. 21	July 1, 2019	12-566
Sec. 22	July 1, 2019	12-568a
Sec. 23	July 1, 2019	12-569
Sec. 24	July 1, 2019	12-571
Sec. 25	July 1, 2019	12-571a
Sec. 26	July 1, 2019	12-572
Sec. 27	July 1, 2019	12-573
Sec. 28	July 1, 2019	12-573a
Sec. 29	July 1, 2019	12-574
Sec. 30	July 1, 2019	12-574a
Sec. 31	July 1, 2019	12-574c
Sec. 32	July 1, 2019	12-574d
Sec. 33	July 1, 2019	12-575
Sec. 34	July 1, 2019	12-575c
Sec. 35	July 1, 2019	12-576
Sec. 36	July 1, 2019	12-577
Sec. 37	July 1, 2019	12-578
Sec. 38	July 1, 2019	12-578a

Sec. 39	<i>July 1, 2019</i>	12-578b
Sec. 40	<i>July 1, 2019</i>	12-578c
Sec. 41	<i>July 1, 2019</i>	12-578d
Sec. 42	<i>July 1, 2019</i>	12-578e
Sec. 43	<i>July 1, 2019</i>	12-578f
Sec. 44	<i>July 1, 2019</i>	12-578aa
Sec. 45	<i>July 1, 2019</i>	12-579
Sec. 46	<i>July 1, 2019</i>	12-584
Sec. 47	<i>July 1, 2019</i>	12-585
Sec. 48	<i>July 1, 2019</i>	12-586f
Sec. 49	<i>July 1, 2019</i>	12-586g
Sec. 50	<i>July 1, 2019</i>	12-802
Sec. 51	<i>July 1, 2019</i>	12-802a
Sec. 52	<i>July 1, 2019</i>	12-804
Sec. 53	<i>July 1, 2019</i>	12-805
Sec. 54	<i>July 1, 2019</i>	12-806
Sec. 55	<i>July 1, 2019</i>	12-806a
Sec. 56	<i>July 1, 2019</i>	12-806b
Sec. 57	<i>July 1, 2019</i>	12-807
Sec. 58	<i>July 1, 2019</i>	12-808
Sec. 59	<i>July 1, 2019</i>	12-809
Sec. 60	<i>July 1, 2019</i>	12-811
Sec. 61	<i>July 1, 2019</i>	12-812
Sec. 62	<i>July 1, 2019</i>	12-813(a)
Sec. 63	<i>July 1, 2019</i>	12-815(a)
Sec. 64	<i>July 1, 2019</i>	12-815a
Sec. 65	<i>July 1, 2019</i>	17a-713(b)
Sec. 66	<i>July 1, 2019</i>	21a-1
Sec. 67	<i>July 1, 2019</i>	22-410
Sec. 68	<i>July 1, 2019</i>	22-412
Sec. 69	<i>July 1, 2019</i>	29-7c
Sec. 70	<i>July 1, 2019</i>	29-18c
Sec. 71	<i>July 1, 2019</i>	30-20(a)
Sec. 72	<i>July 1, 2019</i>	30-33b(h)
Sec. 73	<i>July 1, 2019</i>	30-39(b)(1)
Sec. 74	<i>July 1, 2019</i>	30-59a
Sec. 75	<i>July 1, 2019</i>	31-51y(c)
Sec. 76	<i>July 1, 2019</i>	53-278g
Sec. 77	<i>July 1, 2019</i>	Repealer section

Statement of Purpose:

To establish a Commission on Gaming and transfer oversight of gambling in this state from the Department of Consumer Protection to the commission.

[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.]