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1 State of Arkansas
                                         A Bill
 2 81st General Assembly
                                                                      HOUSE BILL
                                                                                   2028
 3 Regular Session, 1997
 4
 5 By: Representatives Magnus and Flanagin
 6 By: Senator Argue
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 8
                               For An Act To Be Entitled
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           "AN ACT TO REPEAL ARKANSAS CODE ANNOTATED 88 23-110-105 AND
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           23-111-105; TO REPEAL ARKANSAS CODE ANNOTATED ^{\circ \circ} 23-110-411
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           AND 23-11-510, AS BOTH SECTIONS WERE AMENDED BY ACT 664 OF
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           1991; TO AMEND ARKANSAS CODE ANNOTATED 66 23-110-411 AND
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           23-111-510, AS BOTH SECTIONS WERE AMENDED BY ACT 1020 OF
15
           1991, TO ELIMINATE THE AUTHORITY OF THE RACING COMMISSION
           TO ISSUE OR DISTRIBUTE TAX-FREE PASSES AND TO PROHIBIT THE
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           DISTRIBUTION OF TAX-FREE PASSES THROUGH ANY PERSON HOLDING
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           ELECTED OFFICE; AND FOR OTHER PURPOSES."
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                                       Subtitle
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                      "TO ELIMINATE THE AUTHORITY OF THE
2.1
                      RACING COMMISSION TO ISSUE OR DISTRIBUTE
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                      TAX-FREE PASSES AND TO PROHIBIT THE
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                      DISTRIBUTION OF TAX-FREE PASSES THROUGH
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                      ANY PERSON HOLDING ELECTED OFFICE."
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27 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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          SECTION 1. Arkansas Code Annotated & 23-110-105 is repealed.
      23-110-105. Racing passes.
         The Director of the Department of Finance and Administration shall set a
32 maximum number of racing passes to be printed and issued annually and it shall
33 not be less than the number printed in 1990.
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          SECTION 2. Arkansas Code Annotated ^{\circ} 23-110-411, as amended by Act 664
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36 of 1991, is repealed.

- 1 <u>\$ 23-110-411. Admission tax. [As amended by Acts 1991, No. 664, \$ 1.]</u>
- 2 (a) Each franchise holder authorized to conduct a race meet under this
- 3 chapter shall pay to the commission, for the use and benefit of the State of
- 4 Arkansas, either ten percent (10%) of all moneys received each day from
- 5 admissions paid by persons attending the races at the meeting, or the sum of
- 6 ten cents (\$.10) on each and every paid admission, whichever sum is the
- 7 greater. All payments provided for in this section shall be made each day of
- 8 any and every race meeting.
- 9 (b) The issuance of all tax-free passes shall be by the franchise
- 10 holder or their employees or agents. The commission shall have no authority
- 11 over the issuance or distribution of such passes.

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- 13 SECTION 3. Arkansas Code Annotated $^{\circ}$ 23-110-411, as amended by Act 1020
- 14 of 1991, is amended to read as follows:
- 15 "23-110-411. Admission tax. [As amended by Acts 1991, No. 1020, 6 1.]
- 16 (a) Each franchise holder authorized to conduct a race meet under this
- 17 chapter shall pay to the commission, for the use and benefit of the State of
- 18 Arkansas, either ten percent (10%) of all moneys received each day from
- 19 admissions paid by persons attending the races at the meeting, or the sum of
- 20 ten cents (\$.10) on each and every paid admission, whichever sum is the
- 21 greater. All payments provided for in this section shall be made each day of
- 22 any and every race meeting.
- 23 (b)(1) The issuance of all tax-free passes shall be under the
- 24 regulations or orders of the commission. The issuance of all tax-free passes
- 25 shall be by the franchise holder or their employees or agents. The commission
- 26 shall have no authority over the issuance or distribution of such passes.
- 27 (2) It shall be unlawful for any person, corporation, firm,
- 28 partnership, or any other entity, to sell or offer for sale, for any
- 29 consideration, any tax-free pass issued by the commission franchise holder or
- 30 their employees or agents for general admission to the racing facility of any
- 31 franchise holder.
- 32 (3) Any person, corporation, firm, partnership, or other entity,
- 33 who sells or offers for sale tax-free passes shall, upon conviction, be guilty
- 34 of a Class B misdemeanor. The penalty for each such offense shall be a fine
- 35 in an amount not to exceed five hundred dollars (\$500) or imprisonment for a
- 36 period of time not to exceed ninety (90) days, or both.

(c)(1) No tax-free passes shall be distributed through any person 2 holding elected office in the State of Arkansas. 3 (2) Any person who violates this subsection shall be guilty of an 4 unclassified misdemeanor and shall be punished by a fine of no less than five 5 hundred dollars (\$500) nor more than one thousand dollars (\$1,000)." 6 7 SECTION 4. Arkansas Code Annotated & 23-111-105 is repealed. 23-111-105. Racing passes. The Director of the Department of Finance and Administration shall set a 10 maximum number of racing passes to be printed and issued annually and it shall 11 not be less than the number printed in 1990. 12 SECTION 5. Arkansas Code Annotated $^{\circ}$ 23-111-510, as amended by Act 664 13 14 of 1991, is repealed. å 23-111-510. Admission tax. [As amended by Acts 1991, No. 664, å 2.] (a)(1) Each franchise holder authorized to conduct a race meeting under 17 this chapter shall pay to the commission, for the use and benefit of the State 18 of Arkansas, either ten percent (10%) of all moneys received each day from 19 admissions paid by persons attending the races at the meeting, or the sum of 20 ten cents (\$.10) on each and every paid admission, whichever sum is the 21 greater. (2) All payments provided for in this section shall be made each 22 _ 23 day of any and every race meeting. 24 (b) The issuance of all tax-free passes shall be by the franchise 25 holder or their employees or agents. The commission shall have no authority 26 over the issuance or distribution of such passes. 27 SECTION 6. Arkansas Code Annotated $^{\circ}$ 23-111-510, as amended by Act 1020 2.8 29 of 1991, is amended to read as follows: 30 "23-111-510. Admission tax. [As amended by Acts 1991, No. 1020, 8 2.] (a)(1) Each franchise holder authorized to conduct a race meeting under 32 this chapter shall pay to the commission, for the use and benefit of the State 33 of Arkansas, either ten percent (10%) of all moneys received each day from 34 admissions paid by persons attending the races at the meeting, or the sum of 35 ten cents (\$.10)on each and every paid admission, whichever sum is the 36 greater.

- 1 (2) All payments provided for in this section shall be made each
- 2 day of any and every race meeting.
- 3 (b)(1) The issuance of all tax-free passes shall be under the
- 4 regulations or orders of the commission. The issuance of all tax-free passes
- 5 shall be by the franchise holder or their employees or agents. The commission
- 6 shall have no authority over the issuance or distribution of such passes.
- 7 (2) It shall be unlawful for any person, corporation, firm,
- 8 partnership, or any other entity, to sell or offer for sale, for any
- 9 consideration, any tax-free pass issued by the commission <u>franchise holder or</u>
- 10 their employees or agents for general admission to the racing facility of any
- 11 franchise holder.

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- 12 (3) Any person, corporation, firm, partnership, or other entity,
- 13 who sells or offers for sale tax-free passes shall, upon conviction, be guilty
- 14 of a Class B misdemeanor. The penalty for each such offense shall be a fine
- 15 in an amount not to exceed five hundred dollars (\$500) or imprisonment for a
- 16 period of time not to exceed ninety (90) days, or both.
- 17 (c)(1) No tax-free passes shall be distributed through any person
- 18 holding elected office in the State of Arkansas.
- 19 (2) Any person who violates this subsection shall be guilty of an
- 20 unclassified misdemeanor and shall be punished by a fine of no less than five
- 21 hundred dollars (\$500) nor more than one thousand dollars (\$1,000)."
- 23 SECTION 7. Section 6 of Act 73 of 1997 is repealed.
- 24 SPECIAL LANGUAGE. The Director of the Department of Finance and
- 25 Administration shall set a maximum number of racing passes to be printed and
- 26 issued annually and it shall not be less than the number printed in 1990.
- 28 SECTION 8. All provisions of this act of a general and permanent nature
- 29 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code
- 30 Revision Commission shall incorporate the same in the Code.
- 32 SECTION 9. If any provision of this act or the application thereof to
- 33 any person or circumstance is held invalid, such invalidity shall not affect
- 34 other provisions or applications of the act which can be given effect without
- 35 the invalid provision or application, and to this end the provisions of this
- 36 act are declared to be severable.

SECTION 10. All laws and parts of laws in conflict with this act are