H.J.R. No. 151

By: Thompson

A JOINT RESOLUTION

1 proposing a constitutional amendment authorizing the operation of 2 casino games in this state by federally recognized Indian tribes on 3 certain land.

4 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Subsection (a), Section 47, Article III, Texas 6 Constitution, is amended to read as follows:

7 (a) The Legislature shall pass laws prohibiting lotteries 8 and gift enterprises in this State other than those authorized by 9 Subsections (b), (d), and (e) of this section <u>and by Section 47a of</u> 10 this article.

SECTION 2. Article III, Texas Constitution, is amended by adding Section 47a to read as follows:

Sec. 47a. (a) The legislature by general law in accordance with this section shall authorize the operation of casino gaming in this state in which individuals for consideration play games of chance that award prizes and are operated by persons licensed or otherwise authorized by this state to conduct casino gaming. The law must:

19 (1) limit casino gaming operations in this state to 20 gaming operated by federally recognized Indian tribes operating 21 under state law or under a compact with this state in the form 22 prescribed by general law or negotiated by the secretary of state, 23 on land held in trust by the United States for such tribes on 24 January 1, 2011, or land acquired by the tribes that is not more

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H.J.R. No. 151 than five miles from the border of the land held in trust by the 1 tribes on January 1, 2011, and designated by the applicable tribe 2 3 for casino gaming operations; 4 (2) provide for the regulation of all casino gaming by agencies of this state and the Indian tribes; 5 6 (3) provide: 7 (A) a comprehensive certification or licensing 8 program, including necessary background investigations, to govern a person that manages casino gaming operations in this state or that 9 10 maintains, manufactures, distributes, sells, or leases casino games for use or play in this state; 11 12 (B) procedures for the state agency responsible for conducting criminal background investigations for the state to 13 provide criminal background information to the state and tribal 14 15 agencies responsible for certification or licensing under Paragraph (A) of this subdivision; and 16 17 (C) procedures for the monitoring and inspection of casino gaming operations as necessary to protect the public 18 health, welfare, and safety, to preserve the integrity of this 19 state, the Indian tribes, and gaming operations in the state, and to 20 prevent financial loss to this state and the tribes; 21 (4) prohibit and impose criminal penalties for the 22 possession and operation of all gaming devices other than devices 23 24 operated in connection with authorized casino gaming operations or gaming devices otherwise authorized by state law; and 25 26 (5) provide that not less than eight percent of the gross gaming revenue generated from casino gaming operated by an 27

1 Indian tribe shall be transferred to this state in accordance with 2 the conditions set forth in the compact authorizing the tribe to 3 operate casino gaming operations or as provided by general law. 4 (b) In the absence of enabling legislation to implement Subsection (a) of this section, the authority of this state to 5 operate lotteries under Section 47(e) of this article includes the 6 7 authority of the state agency that operates state lotteries to adopt rules to implement casino gaming operations in accordance 8 with Subsection (a) of this section, and the state agency shall 9 adopt rules to implement casino gaming operations in accordance 10 with Subsection (a) of this section. 11

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12 (c) The legislature may authorize a portion of the revenue 13 received by this state from the operation of casino gaming under 14 this section to be distributed to counties and municipalities 15 impacted by those activities.

16 (d) All shipments of casino gaming equipment or other gaming 17 devices into, out of, or within this state authorized under this 18 section or a law enacted under this section are legal shipments of 19 the devices and are exempt from the provisions of 15 U.S.C. Sections 20 1171-1178 prohibiting the transportation of gambling devices.

21 SECTION 3. The following temporary provision is added to 22 the Texas Constitution:

23 <u>TEMPORARY PROVISION. (a) This temporary provision applies</u>
24 to the constitutional amendment proposed by the 82nd Legislature,
25 <u>Regular Session, 2011, authorizing the operation of casino games in</u>
26 this state by federally recognized Indian tribes on certain land.

27 (b) Not later than December 15, 2011, the executive director

of the Texas Lottery Commission shall appoint an Indian Gaming 1 Advisory Committee to assist the Texas Lottery Commission with 2 implementing Section 47a, Article III, of this constitution. The 3 advisory committee must include the following: 4 (1) one member with understanding and experience 5 working in the Indian gaming industry; 6 7 (2) one member with experience and knowledge in Indian 8 gaming regulation; 9 (3) three members to represent the federally recognized Indian tribes in this state, one from each tribe; and 10 (4) other members the executive director considers 11 12 necessary. (c) Not later than December 31, 2011, the Texas Lottery 13 Commission shall adopt the rules, including any emergency rules, 14 15 necessary to implement Section 47a, Article III, of this constitution. 16 17 (d) This temporary provision expires January 1, 2013. SECTION 4. This proposed constitutional amendment shall be 18 submitted to the voters at an election to be held November 8, 2011. 19 The ballot shall be printed to permit voting for or against the 20 "The constitutional amendment authorizing the proposition: 21 operation of casino games in this state by federally recognized 22 Indian tribes on certain land." 23

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