By: Gutierrez H.J.R. No. 100

## A JOINT RESOLUTION

- 1 proposing a constitutional amendment authorizing the operation of
- 2 12 casinos in this state by licensed persons in counties that have
- 3 approved casino gaming; authorizing the licensing of persons
- 4 engaged in casino gaming occupations, the imposition of fees, and
- 5 the provision of criminal penalties.
- 6 BE IT RESOLVED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 7 SECTION 1. Section 47(a), Article III, Texas Constitution,
- 8 is amended to read as follows:
- 9 (a) The Legislature shall pass laws prohibiting lotteries
- 10 and gift enterprises in this State other than those authorized by
- 11 Subsections (b), (d), (d-1), and (e) of this section and by Section
- 12 47a of this article.
- 13 SECTION 2. Article III, Texas Constitution, is amended by
- 14 adding Section 47a to read as follows:
- 15 Sec. 47a. (a) The legislature by general law in accordance
- 16 with this section shall authorize the operation of casino gaming in
- 17 this state in which individuals for consideration play games of
- 18 chance that award prizes and are operated by persons licensed to
- 19 conduct casino gaming. The law must:
- 20 (1) limit casino gaming operations in this state to
- 21 gaming operated by persons licensed in this state to operate casino
- 22 gaming at not more than 12 licensed casinos;
- 23 (2) provide:
- 24 (A) a comprehensive licensing program, including

- 1 necessary background investigations and license fees, to govern a
- 2 person that manages casino gaming operations in this state or that
- 3 maintains, manufactures, distributes, sells, or leases casino
- 4 games for use or play in this state;
- 5 (B) procedures for the state agency responsible
- 6 for conducting criminal background investigations for the state to
- 7 provide criminal background information to the state agency
- 8 responsible for the licensing program under Paragraph (A) of this
- 9 subdivision; and
- 10 <u>(C) procedures for the monitoring and inspection</u>
- 11 of casino gaming operations as necessary to protect the public
- 12 health, welfare, and safety, to preserve the integrity of this
- 13 state and gaming operations in the state, and to prevent financial
- 14 loss to this state; and
- 15 (3) prohibit and impose criminal penalties for the
- 16 possession and operation of all gaming devices other than devices
- 17 operated in connection with authorized casino gaming operations or
- 18 gaming devices otherwise authorized by state law.
- 19 (b) A local option election shall be held in the manner
- 20 determined by general law in each county in which a person applies
- 21 for a license to operate casino gaming. The state agency
- 22 responsible for licensing persons to operate casino gaming may not
- 23 award a license for casino gaming in any county unless a majority of
- 24 the voters of the county voting in the election favor the
- 25 authorization of casino gaming in that county. If a majority of the
- 26 voters in a county voted for the proposition that added this section
- 27 to this constitution, the county is considered to have approved the

- 1 authorization of casino gaming in that county by local option
- 2 election as required by this subsection.
- 3 (c) In the absence of enabling legislation to implement
- 4 Subsection (a) of this section, the authority of this state to
- 5 operate lotteries under Section 47(e) of this article includes the
- 6 authority of the state agency that operates state lotteries to
- 7 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 (d) All shipments of casino gaming equipment or other gaming
- 12 devices into, out of, or within this state authorized under this
- 13 section or a law enacted under this section are legal shipments of
- 14 the devices and are exempt from the provisions of 15 U.S.C. Sections
- 15 <u>1171-1178</u> prohibiting the transportation of gambling devices.
- 16 SECTION 3. This proposed constitutional amendment shall be
- 17 submitted to the voters at an election to be held November 5, 2019.
- 18 The ballot shall be printed to permit voting for or against the
- 19 proposition: "The constitutional amendment authorizing the
- 20 operation of 12 casinos in this state by licensed persons in
- 21 counties that have approved casino gaming."