5:5-23

LEGISLATIVE HISTORY CHECKLIST

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LAWS OF: 2003 **CHAPTER:** 32

NJSA: 5:5-23 (Membership of New Jersey Racing Commission)

BILL NO: S1038 (Substituted for A2528)

SPONSOR(S): Bark and others

DATE INTRODUCED: February 21, 2002

COMMITTEE: ASSEMBLY: ----

SENATE: Economic Growth

AMENDED DURING PASSAGE: Yes

DATE OF PASSAGE: ASSEMBLY: October 28, 2002; Re-enacted March 13, 2003

SENATE: October 31, 2002; Re-enacted February 27, 2003

DATE OF APPROVAL: March 24, 2003

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL (4th reprint enacted)

(Amendments during passage denoted by superscript numbers)

S1038

SPONSORS STATEMENT: (Begins on page 2 of original bill) Yes

COMMITTEE STATEMENT: ASSEMBLY: No.

SENATE: Yes

FLOOR AMENDMENT STATEMENTS: Yes 10-7-2002 (Senate)

10-17-2002 (Assembly)

LEGISLATIVE FISCAL ESTIMATE: No

A2528

SPONSORS STATEMENT: (Begins on page 3 of original bill)

Yes

COMMITTEE STATEMENT: <u>ASSEMBLY</u>: <u>Yes</u>

SENATE: No

FLOOR AMENDMENT STATEMENT: Yes

Identical to Statement of 10-7-2002

LEGISLATIVE FISCAL ESTIMATE: No

<u>VETO MESSAGE</u>: <u>Yes</u>

GOVERNOR'S PRESS RELEASE ON SIGNING: No

FOLLOWING WERE PRINTED:

To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext. 103 or mailto:refdesk@njstatelib.org

REPORTS: No

HEARINGS: No

NEWSPAPER ARTICLES: Yes

"New law changes racing commission," 3-25-2003 Burlington County Times, pB2.

P.L. 2003, CHAPTER 32, approved March 24, 2003 Senate, No. 1038 (Fourth Reprint)

AN ACT reconstituting the membership of the New Jersey Racing 1 2 Commission ¹and amending P.L.1940, c.17 (5:5-22 et seq.) ¹. 3 4 BE IT ENACTED by the Senate and General Assembly of the State 5 of New Jersey: 6 7 ¹1. Section 2 of P.L.1940, c.17 (C.5:5-23) is amended to read as 8 follows: 9 2. The commission shall consist of nine members, all of whom shall be appointed by the Governor, by and with the advice and consent of 10 the Senate, and not more than five of whom shall be of the same 11 political party, and one of whom [of the first to be appointed 12 13 hereunder] shall be designated by the Governor to be the chairman of the commission[; said chairman thereafter shall be annually elected by 14 the members of said commission]. Each commissioner, at the time of 15 16 [his] appointment and qualification, shall: (1) be a resident of the State of New Jersey[, and shall]; (2) have resided in [said] the State 17 18 for a period of at least seven years next preceding [his] appointment 19 and qualification; and [he shall also] (3) be a qualified voter therein 20 and not less than 30 years of age. At least three [of the members] <u>commissioners</u> shall be residents 21 22 of South Jersey, which, for the purposes of this section, shall consist of the counties of Atlantic, Burlington, Camden, Cape May, 23 Cumberland, Gloucester, Mercer, ²[¹Monmouth, ¹]² Ocean, and 24 25 Salem. ²At least one commissioner shall be a resident of Monmouth 26 county.² 27 Two commissioners shall be ⁴[an owner or trainer of a] persons 28 with knowledge of thoroughbred [horse] horses, and shall be 29 30 recommended for nomination by the New Jersey Thoroughbred 31 Horsemen's Association, not more than one of whom shall be from the same political party. 4 4 [two] Two 4 commissioners shall be 4 [an 32 owner or trainer of a] persons with knowledge of⁴ standardbred 33 ⁴[horse] horses and shall be recommended for nomination by the 34

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

Standardbred Breeders' and Owners' Association of New Jersey, not

more than one of whom shall be from the same political party. No

Matter underlined \underline{thus} is new matter.

3536

Matter enclosed in superscript numerals has been adopted as follows:

¹ Senate SEG committee amendments adopted June 6, 2002.

² Senate floor amendments adopted October 7, 2002.

³ Assembly floor amendments adopted October 17, 2002.

⁴ Senate amendments adopted in accordance with Governor's recommendations January 23, 2003.

1 <u>commissioner shall breed a horse in New Jersey or hold a license to</u>

train or race a horse in New Jersey⁴. ³[²A commissioner who is an

3 owner or trainer of a horse shall not hold a license to race a horse in

4 New Jersey. Nothing in this section shall preclude a commissioner

5 who is an owner or trainer of a horse from holding a license to race a

6 horse in any other state, or to breed or train a horse in this State or

7 any other state.²]³

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8 Each commissioner shall hold office for a term of six years and until 9 a successor has been appointed and qualified. The term of office of 10 each [member of the first commission] <u>commissioner</u> shall commence 11 on confirmation after appointment. [One of said commissioners shall hold office for two years from the beginning of his term of office and 12 13 until his successor shall qualify; one of said commissioners shall hold 14 office for four years from the beginning of his term of office and until his successor shall qualify; and two of said commissioners shall hold 15 16 office for six years from the beginning of their terms of office and until 17 their successors shall qualify; provided, however, that the two 18 members whose terms shall expire in six years shall not be of the same political party. The Governor, at the time of making and announcing 19 20 the appointment of said four commissioners, shall designate which of 21 said commissioners shall serve for the term of two years, which of said 22 commissioners shall serve for the term of four years, and which of said 23 commissioners shall serve for the term of six years, as aforesaid, and 24 also who shall be the chairman of said commission.] Upon the 25 expiration of the [terms] term of [such respective commissioners] each commissioner, the Governor, by and with the advice and consent 26 27 of the Senate, shall appoint [their successors] a successor, [each] to hold office for a term of six years and until his or her successor has 28 been appointed and qualified. ⁴The successor of a commissioner 29 30 appointed upon the recommendation of the New Jersey Thoroughbred 31 Horsemen's Association or the Standardbred Breeders' and Owners' 32 Association of New Jersey shall be recommended for nomination by that Association.⁴ Any vacancy in the commission shall be filled for 33 the unexpired term. Each commissioner shall be eligible for 34 35 reappointment in the discretion of the Governor.

[Of the three additional members appointed pursuant to this 1984 amendatory and supplementary act, one shall be appointed for a term of two years, one for a term of four years, and one for a term of six years, and all shall serve until their successors have been appointed and qualified. Each of the successors of these additional members shall be appointed for a term of six years, and shall serve until his successor is appointed and qualified.

Of the two additional members appointed pursuant to this 1987 amendatory act, one shall be appointed for a term of four years and one for a term of six years, and both shall serve until their successors have been appointed and qualified. Each of the successors of these

S1038 [4R]

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additional members shall be appointed for a term of six years and shall 1 2 serve until his successor is appointed and qualified.]¹ (cf: P.L.1987, c.413, s.1) 3 4 5 ¹[1.] $\underline{2}$. Notwithstanding the provisions of any other law to the contrary, the members of the New Jersey Racing Commission serving 6 7 on the effective date of this act are terminated as of that effective date and the resulting vacancies shall be filled for the remainder of the 8 9 unexpired terms in the manner provided by section 2 of P.L.1940, c.17 10 (C.5:5-23). A member terminated pursuant to this section shall holdover in office until a successor is appointed and qualified and shall 11 12 be eligible for reappointment at the discretion of the Governor. ⁴The Governor shall establish a task force to study the issues 13 contributing to the current status of horseracing in this state.⁴ 14 15 ¹[2.] <u>3.</u> This act shall take effect ⁴[immediately] on the 60th day 16 following enactment⁴. 17 18 19 20 21 22 Reconstitutes membership of NJ Racing Commission and requires 4 of 23 9 commissioners to be owners or trainers of thoroughbred or 24 standardbred horses.

SENATE, No. 1038

STATE OF NEW JERSEY 210th LEGISLATURE

INTRODUCED FEBRUARY 21, 2002

Sponsored by: Senator MARTHA W. BARK District 8 (Burlington)

SYNOPSIS

Reconstitutes membership of New Jersey Racing Commission.

CURRENT VERSION OF TEXT

As introduced.



S1038 BARK 2

1	AN ACT reconstituting the membership of the New Jersey Racing
2	Commission.
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4	BE IT ENACTED by the Senate and General Assembly of the State
5	of New Jersey:
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7	1. Notwithstanding the provisions of any other law to the contrary,
8	the members of the New Jersey Racing Commission serving on the
9	effective date of this act are terminated as of that effective date and
10	the resulting vacancies shall be filled for the remainder of the
11	unexpired terms in the manner provided by section 2 of P.L.1940, c.17
12	(C.5:5-23). A member terminated pursuant to this section shall
13	holdover in office until a successor is appointed and qualified and shall
14	be eligible for reappointment at the discretion of the Governor.
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16	2. This act shall take effect immediately.
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19	STATEMENT
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21	This bill reconstitutes the membership of the New Jersey Racing
22	Commission. It provides that the members of the commission are
23	terminated on the bill's effective date and the resulting vacancies will
24	be filled by the Governor for the remainder of the unexpired terms.
25	Terminated members will serve in a holdover capacity until successors
26	are appointed. Terminated members will be eligible for reappointment
27	at the discretion of the Governor.

SENATE ECONOMIC GROWTH, AGRICULTURE AND TOURISM COMMITTEE

STATEMENT TO

SENATE, No. 1038

with committee amendments

STATE OF NEW JERSEY

DATED: JUNE 6, 2002

The Senate Economic Growth, Agriculture and Tourism Committee reports favorably Senate Bill No. 1038 with committee amendments.

This bill, as amended, reconstitutes the membership of the New Jersey Racing Commission. It provides that the members of the commission are terminated on the bill's effective date and the resulting vacancies will be filled by the Governor for the remainder of the unexpired terms. Terminated members will serve in a holdover capacity until successors are appointed. Terminated members will be eligible for reappointment at the discretion of the Governor.

The bill changes the requirements for qualification to the commission by requiring that four members of the commission are to be horsemen (two standardbred and two thoroughbred) and that Monmouth County is to be considered a South Jersey county since, under current law, three commission members shall be residents of a South Jersey county. The bill specifies that the chairman of the commission shall be appointed by the Governor. Currently, the commission chairman is elected by members of the commission.

The committee amended the bill to provide that: (1) four members of the commission are to be horsemen; (2) Monmouth County is to be considered a South Jersey county; and (3) the chairman of the commission is to be appointed by the Governor.

STATEMENT TO

[First Reprint] **SENATE, No. 1038**

with Senate Floor Amendments (Proposed By Senator BARK)

ADOPTED: OCTOBER 7, 2002

These amendments provide that:

- C a member of the New Jersey Racing Commission who is an owner or trainer of a horse is prohibited from holding a license to race a horse in New Jersey, but is permitted to hold a license to race a horse in any other state, and to hold a license to breed or train a horse in New Jersey or any other state; and
- County is not considered part of South Jersey; and
- County.

STATEMENT TO

[Second Reprint] **SENATE, No. 1038**

with Assembly Floor Amendments (Proposed By Assemblyman CARABALLO)

ADOPTED: OCTOBER 17, 2002

This amendment removes the provision under the bill that prohibits a member of the New Jersey Racing Commission who is an owner or trainer of a horse from holding a license to race a horse in New Jersey.

ASSEMBLY, No. 2528

STATE OF NEW JERSEY 210th LEGISLATURE

INTRODUCED JUNE 17, 2002

Sponsored by:

Assemblyman WILFREDO CARABALLO
District 29 (Essex and Union)
Assemblyman FRANCIS L. BODINE
District 8 (Burlington)
Assemblywoman LINDA STENDER
District 22 (Middlesex, Somerset and Union)
Assemblyman PATRICK DIEGNAN, JR.
District 18 (Middlesex)

Co-Sponsored by:

Assemblymen Guear, Arnone, Chatzidakis, Thompson, Gusciora and Sarlo

SYNOPSIS

Reconstitutes membership of NJ Racing Commission and requires 4 of 9 commissioners to be owners or trainers of thoroughbred or standardbred horses.

CURRENT VERSION OF TEXT

As introduced.

(Sponsorship Updated As Of: 10/8/2002)

AN ACT reconstituting the membership of the New Jersey Racing Commission and amending P.L.1940, c.17 (C.5:5-22 et seq.).

BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

- 7 1. Section 2 of P.L.1940, c.17 (C.5:5-23) is amended to read as 8 follows:
- 2. The commission shall consist of nine members, all of whom shall be appointed by the Governor, by and with the advice and consent of the Senate, and not more than five of whom shall be of the same political party, and one of whom [of the first to be appointed hereunder] shall be designated by the Governor to be the chairman of the commission[; said chairman thereafter shall be annually elected by the members of said commission. Each commissioner, at the time of [his] appointment and qualification, shall: (1) be a resident of the State of New Jersey[, and shall]: (2) have resided in [said] the State for a period of at least seven years next preceding [his] appointment and qualification; and [he shall also] (3) be a qualified voter therein and not less than 30 years of age.
 - At least three [of the members] <u>commissioners</u> shall be residents of South Jersey, which, for the purposes of this section, shall consist of the counties of Atlantic, Burlington, Camden, Cape May, Cumberland, Gloucester, Mercer, <u>Monmouth</u>, Ocean, and Salem.
- 25 <u>Two commissioners shall be an owner or trainer of a thoroughbred</u> 26 <u>horse, and two commissioners shall be an owner or trainer of a</u> 27 <u>standardbred horse.</u>

Each commissioner shall hold office for a term of six years and until a successor has been appointed and qualified. The term of office of each [member of the first commission] commissioner shall commence on confirmation after appointment. [One of said commissioners shall hold office for two years from the beginning of his term of office and until his successor shall qualify; one of said commissioners shall hold office for four years from the beginning of his term of office and until his successor shall qualify; and two of said commissioners shall hold office for six years from the beginning of their terms of office and until their successors shall qualify; provided, however, that the two members whose terms shall expire in six years shall not be of the same political party. The Governor, at the time of making and announcing the appointment of said four commissioners, shall designate which of said commissioners shall serve for the term of two years, which of said commissioners shall serve for the term of four years, and which of said

EXPLANATION - Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and intended to be omitted in the law.

A2528 CARABALLO, BODINE

commissioners shall serve for the term of six years, as aforesaid, and also who shall be the chairman of said commission.] Upon the expiration of the [terms] term of [such respective commissioners] each commissioner, the Governor, by and with the advice and consent of the Senate, shall appoint [their successors] a successor, [each] to hold office for a term of six years and until his or her successor has been appointed and qualified. Any vacancy in the commission shall be filled for the unexpired term. Each commissioner shall be eligible for

reappointment in the discretion of the Governor.

[Of the three additional members appointed pursuant to this 1984 amendatory and supplementary act, one shall be appointed for a term of two years, one for a term of four years, and one for a term of six years, and all shall serve until their successors have been appointed and qualified. Each of the successors of these additional members shall be appointed for a term of six years, and shall serve until his successor is appointed and qualified.

Of the two additional members appointed pursuant to this 1987 amendatory act, one shall be appointed for a term of four years and one for a term of six years, and both shall serve until their successors have been appointed and qualified. Each of the successors of these additional members shall be appointed for a term of six years and shall serve until his successor is appointed and qualified.]

23 (cf: P.L.1987, c.413, s.1)

2. Notwithstanding the provisions of any other law to the contrary, the members of the New Jersey Racing Commission serving on the effective date of this act are terminated as of that effective date and the resulting vacancies shall be filled for the remainder of the unexpired terms in the manner provided by section 2 of P.L.1940, c.17 (C.5:5-23). A member terminated pursuant to this section shall holdover in office until a successor is appointed and qualified and shall be eligible for reappointment at the discretion of the Governor.

3. This act shall take effect immediately.

STATEMENT

This bill reconstitutes the membership of the New Jersey Racing Commission. It provides that the members of the commission are terminated on the bill's effective date and the resulting vacancies will be filled by the Governor for the remainder of the unexpired terms. Terminated members will serve in a holdover capacity until successors are appointed. Terminated members will be eligible for reappointment at the discretion of the Governor.

A2528 CARABALLO, BODINE

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- 1 The bill changes the requirements for qualification to the
- 2 commission by requiring that four members of the commission be an
- 3 owner or trainer of a horse (two standardbred and two thoroughbred)
- 4 and that Monmouth County be considered a South Jersey county.
- 5 Under current law, three commission members are required to be
- 6 residents of a South Jersey county; two of the remaining racetracks in
- 7 this State are located in Monmouth County.
- 8 The bill specifies that the chairman of the commission shall be
- 9 appointed by the Governor. Currently, the commission chairman is
- 10 elected by members of the commission.

ASSEMBLY TOURISM AND GAMING COMMITTEE

STATEMENT TO

ASSEMBLY, No. 2528

STATE OF NEW JERSEY

DATED: SEPTEMBER 19, 2002

The Assembly Tourism and Gaming Committee reports favorably Assembly, No. 2528.

This bill reconstitutes the membership of the New Jersey Racing Commission. It provides that the members of the commission are terminated on the bill's effective date and the resulting vacancies will be filled by the Governor for the remainder of the unexpired terms. Terminated members will serve in a holdover capacity until successors are appointed. Terminated members will be eligible for reappointment at the discretion of the Governor.

The bill changes the requirements for qualification to the commission by requiring that four members of the commission be an owner or trainer of a horse (two standardbred and two thoroughbred) and that Monmouth County be considered a South Jersey county. Under current law, three commission members are required to be residents of a South Jersey county; two of the remaining racetracks in this State are located in Monmouth County.

The bill specifies that the chairman of the commission shall be appointed by the Governor. Currently, the commission chairman is elected by members of the commission.

STATEMENT TO

ASSEMBLY, No. 2528

with Assembly Floor Amendments (Proposed By Assemblyman CARABALLO)

ADOPTED: OCTOBER 7, 2002

These amendments provide that:

- a member of the New Jersey Racing Commission who is an owner or trainer of a horse is prohibited from holding a license to race a horse in New Jersey, but is permitted to hold a license to race a horse in any other state, and to hold a license to breed or train a horse in New Jersey or any other state; and
- County is not considered part of South Jersey; and
- C one member of the commission will be a resident of Monmouth County.

SENATE BILL NO. 1038 (Third Reprint)

To the Senate:

Pursuant to Article V, Section I, Paragraph 14 of the New Jersey Constitution, I am returning Senate Bill No. 1038 (Third Reprint) with my recommendations for reconsideration.

A. Summary of Bill

This bill calls for the termination of the existing members of the New Jersey Racing Commission and reconstitutes that nine-member Commission, giving each commissioner a term of six years. At least three of the commissioners are to reside in South Jersey and at least one commissioner shall be a resident of Monmouth County. In addition, the bill directs that two commissioners be an owner or trainer of a thoroughbred horse and two commissioners be an owner or trainer of a standardbred horse.

B. Recommended Action

I commend the sponsors of this bill and the Legislature for working to create a measure which seeks to address the critical conditions currently facing the New Jersey horseracing industry. Both thoroughbred and standardbred horseracing are important components of New Jersey history and economy. In addition, the preservation of these industries is directly linked to the continued existence of New Jersey's farmland and open space.

I have been advised by the Office of the Attorney General, however, that allowing commissioners to retain an ownership, breeding or training interest in horses within the State creates the potential for a conflict of interest for those commissioners. In an attempt to ensure that each commissioner will carry out his or her duties in a completely objective and disinterested manner, the bill should provide that no commissioner shall breed horses in New Jersey or hold a license to train or race any horse in this State. Accordingly, it is my recommendation that the bill simply direct that two commissioners be persons with knowledge of thoroughbred horses and two commissioners have knowledge of

standardbreds, but that no commissioner be allowed to breed a horse in New Jersey nor be licensed to train or race a horse in this State.

In addition, in an effort to make certain that persons with industry knowledge specific, respectively, to thoroughbreds and standardbreds are present on the Commission, I believe that the bill should permit that the breed associations recommend potential nominees to the Governor.

As a result of the above considerations, I recommend that the bill be conditionally vetoed to ensure that the legislation avoids the potential ethical concerns while, at the same time, guarantees that the voice of both the thoroughbred and standardbred industries are represented on the New Jersey Racing Commission.

Therefore, I herewith return Senate Bill No. 1038 (Third Reprint) and recommend that it be amended as follows:

Page 2, Section 1, Line 28:

Delete "an owner or trainer of a" and replace with "persons with knowledge of"

Page 2, Section 1, Line 29:

Delete "horse," and insert "horses" and after "and" insert "shall be recommended for nomination by the New Jersey Thoroughbred Horsemen's Association, not more than one of whom shall be from the same political party." Delete "two" and insert "Two". Delete "an owner or a trainer of a" and replace with "persons with knowledge of"

Page 2, Section 1, Line 30:

Delete "horse" and insert "horses and shall be recommended for nomination by the Standardbred Breeders' and Owners' Association of New Jersey, not more than one of whom shall be from the same political party. No commissioner shall breed a horse in New Jersey or hold a license to train or race a horse in New Jersey"

Page 3, Section 1, Line 17:

After "." insert "The successor of a commissioner appointed upon the recommendation of the New Jersey Thoroughbred Horsemen's Association or the Standardbred Breeders' and Owners' Association of New Jersey shall be recommended for nomination by that Association."

Page 3, Section 2, Line 42:

After "Governor." insert new paragraph as follows: "The Governor shall establish a task force to study the issues contributing to the current status of horseracing in this state."

Page 3, Section 3, Line 44:

Delete "immediately" and replace with "on the 60th day following enactment"

Respectfully,

/s/ James E. McGreevey Governor

[seal]

Attest:

/s/ Paul A. Levinsohn Chief Counsel to the Governor