

General Assembly

Substitute Bill No. 6451

January Session, 2021

AN ACT CONCERNING GAMING AGREEMENTS WITH THE MASHANTUCKET PEQUOT TRIBE AND THE MOHEGAN TRIBE OF INDIANS OF CONNECTICUT.

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

- 1 Section 1. (NEW) (*Effective July 1, 2021*) For the purposes of this 2 section and sections 2 to 10, inclusive, of this act:
- 3 (1) "Electronic wagering platform" means the combination of
 4 hardware, software and data networks used to manage, administer,
 5 offer or control sports wagering or commercial casino gaming over the
 6 Internet, including through an Internet web site or a mobile device;
- 7 (2) "E-sports" means electronic sports and competitive video games8 played as a game of skill;

9 (3) "Fantasy contest" has the same meaning as provided in section 12578aa of the general statutes;

(4) "Gross gaming revenue from keno" means the total of all sums
actually received by the Connecticut Lottery Corporation from
operating keno both through lottery sales agents and through the
corporation's Internet web site, online service or mobile application less
the total of all sums paid as winnings to patrons and any federal excise

16 tax applicable to such sums received, provided (A) the total of all sums 17 paid as winnings to such patrons shall not include the cash equivalent 18 value of any merchandise or thing of value included in a jackpot or 19 payout, and (B) coupons or credits that are issued to patrons as part of 20 a promotional program and actually played by the patrons shall not be 21 included in the calculation of gross gaming revenue, provided if the 22 aggregate amount of such coupons and credits played during a calendar 23 month (i) exceeds twenty-five per cent of the total amount of gross 24 gaming revenue for that month, for any month during the first year of 25 the operation of keno pursuant to section 4 of this act, (ii) exceeds twenty 26 per cent of the total amount of gross gaming revenue for that month, for 27 any month during the second year of the operation of keno pursuant to 28 section 4 of this act, or (iii) exceeds fifteen per cent of the total amount 29 of gross gaming revenue for that month, for any month during the third 30 or succeeding year of the operation of keno pursuant to section 4 of this 31 act, then twenty-five per cent of the applicable excess face amount of 32 coupons or credits used in such calendar month shall be included in the 33 calculation of gross gaming revenue;

34 (5) "Gross gaming revenue from online casino gaming" means the 35 total of all sums actually received by an operator of online casino 36 gaming less the total of all sums paid as winnings to patrons of the 37 operator of online casino gaming and any federal excise tax applicable 38 to such sums received, provided (A) the total of all sums paid as 39 winnings to such patrons shall not include the cash equivalent value of 40 any merchandise or thing of value included in a jackpot or payout, and 41 (B) coupons or credits that are issued to patrons as part of a promotional 42 program and actually played by the patrons shall not be included in the 43 calculation of gross gaming revenue, provided if the aggregate amount 44 of such coupons and credits played during a calendar month (i) exceeds 45 twenty-five per cent of the total amount of gross gaming revenue for 46 that month, for any month during the first year of the operation of online 47 casino gaming, (ii) exceeds twenty per cent of the total amount of gross 48 gaming revenue for that month, for any month during the second year 49 of the operation of online casino gaming, or (iii) exceeds fifteen per cent 50 of the total amount of gross gaming revenue for that month, for any 51 month during the third or succeeding year of the operation of online 52 casino gaming, then twenty-five per cent of the applicable excess face 53 amount of coupons or credits used in such calendar month shall be 54 included in the calculation of gross gaming revenue;

55 (6) "Gross gaming revenue from sports wagering" means the total of all sums actually received by an operator of sports wagering less the 56 57 total of all sums paid as winnings to patrons of the operator of sports 58 wagering and any federal excise tax applicable to such sums received, 59 provided (A) the total of all sums paid as winnings to such patrons shall 60 not include the cash equivalent value of any merchandise or thing of 61 value included in a jackpot or payout, and (B) coupons or credits that 62 are issued to patrons as part of a promotional program and actually 63 played by the patrons shall not be included in the calculation of gross 64 gaming revenue, provided if the aggregate amount of such coupons and 65 credits played during a calendar month (i) exceeds twenty-five per cent 66 of the total amount of gross gaming revenue for that month, for any 67 month during the first year of the operation of sports wagering, (ii) 68 exceeds twenty per cent of the total amount of gross gaming revenue for 69 that month, for any month during the second year of the operation of 70 sports wagering, or (iii) exceeds fifteen per cent of the total amount of 71 gross gaming revenue for that month, for any month during the third or 72 succeeding year of the operation of sports wagering, then twenty-five 73 per cent of the applicable excess face amount of coupons or credits used 74 in such calendar month shall be included in the calculation of gross 75 gaming revenue;

(7) "Indian lands" has the same meaning as provided in the IndianGaming Regulatory Act, 25 USC 2703;

(8) "Keno" has the same meaning as provided in section 12-801 of thegeneral statutes, as amended by this act;

80 (9) "Lottery draw game" means any game in which one or more 81 numbers, letters or symbols are randomly drawn at predetermined 82 times, from a range of numbers, letters or symbols, and prizes are paid

- to players possessing winning plays, as set forth in each game's official
 game rules. "Lottery draw game" does not include keno;
- (10) "Mashantucket Pequot memorandum of understanding" means
 the memorandum of understanding entered into by and between the
 state and the Mashantucket Pequot Tribe on January 13, 1993, as
 amended from time to time;
- (11) "Mashantucket Pequot procedures" means the Final
 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
 of the United States Department of the Interior pursuant to 25 USC
 2710(d)(7)(B)(vii) and published in 56 Federal Register 24996 (May 31,
 1991), as amended from time to time;
- 94 (12) "Mohegan compact" means the Tribal-State Compact entered
 95 into by and between the state and the Mohegan Tribe of Indians of
 96 Connecticut on May 17, 1994, as amended from time to time;
- 97 (13) "Mohegan memorandum of understanding" means the
 98 memorandum of understanding entered into by and between the state
 99 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994, as
 100 amended from time to time;

(14) "Online casino gaming" means (A) slots, blackjack, craps,
roulette, baccarat, poker and video poker, bingo, live dealer and other
peer-to-peer games, and any variations of them, and (B) any games
authorized by the Department of Consumer Protection, conducted over
the Internet, including through an Internet web site or a mobile device,
through an electronic wagering platform that does not require a bettor
to be physically present at a facility;

(15) "Online sports wagering" means sports wagering conducted over
the Internet, including through an Internet web site or a mobile device,
through an electronic wagering platform that does not require a sports
bettor to be physically present at a facility that conducts retail sports
wagering;

(16) "Retail sports wagering" means sports wagering using any
system or method of wagering requiring a sports bettor to be physically
present at a facility in this state;

(17) "Skin" means the branded or cobranded name and logo on the
interface of an Internet web site or a mobile application that bettors use
to access an electronic wagering platform for online casino gaming or
online sports wagering;

(18) "Sporting event" means any (A) sporting or athletic event at
which two or more persons participate and receive compensation in
excess of actual expenses for such participation in such sporting or
athletic event, (B) sporting or athletic event sponsored by an
intercollegiate athletic program of an institution of higher education, or
(C) e-sports. "Sporting event" does not include horse racing or a sporting
or athletic event sponsored by a minor league; and

127 (19) "Sports wagering" means risking or accepting any money, credit, 128 deposit or other thing of value for gain contingent in whole or in part, 129 (A) by any system or method of wagering, including, but not limited to, 130 in person or over the Internet through an Internet web site or a mobile 131 device, and (B) based on (i) a sporting event or a portion or portions of 132 a sporting event, including future or propositional events during such 133 an event, or (ii) the individual performance statistics of an athlete or 134 athletes in a sporting event or a combination of sporting events. "Sports 135 wagering" does not include the payment of an entry fee to play a fantasy 136 contest or an entry fee to participate in e-sports.

137 Sec. 2. (NEW) (Effective July 1, 2021) (a) The Governor may enter into 138 amendments to the Mashantucket Pequot procedures and to the 139 Mashantucket Pequot memorandum of understanding with the 140 Mashantucket Pequot Tribe and amendments to the Mohegan compact 141 and to the Mohegan memorandum of understanding with the Mohegan 142 Tribe of Indians of Connecticut, or new compacts with the 143 Mashantucket Pequot Tribe or the Mohegan Tribe of Indians of 144 Connecticut, or both, to:

(1) Permit the Mashantucket Pequot Tribe and Mohegan Tribe of
Indians of Connecticut to conduct (A) retail sports wagering on Indian
lands, (B) online sports wagering, provided an individual may only
place a sports wager through such online sports wagering if the
individual is physically present on Indian lands when placing the
wager, and (C) fantasy contests on Indian lands;

151 (2) Provide that any new compact or amendment to the 152 Mashantucket Pequot procedures and the Mohegan compact shall not 153 terminate the moratorium against the operation of video facsimile 154 games by the Mashantucket Pequot Tribe and the Mohegan Tribe of 155 Indians of Connecticut on each tribe's reservation, and include 156 provisions in any new compact or amendment to each tribe's 157 memorandum of understanding that the new compact or amendment 158 does not relieve each tribe from each tribe's obligation to contribute a 159 percentage of the gross operating revenues of video facsimile games to 160 the state as provided in each tribe's memorandum of understanding, if 161 state law at any time authorizes:

(A) The Mashantucket Pequot Tribe and the Mohegan Tribe of
Indians of Connecticut to each operate outside of Indian lands (i) one
skin for online sports wagering; (ii) one skin for online casino gaming;
and (iii) fantasy contests;

166 (B) The Connecticut Lottery Corporation to operate (i) retail sports 167 wagering at up to fifteen facilities throughout the state, any number of 168 which may be located at facilities specified in section 12-571a of the 169 general statutes and operated by the person or business organization 170 licensed to operate the off-track betting system pursuant to chapter 226 171 of the general statutes, provided no facility shall be located within 172 twenty-five miles of Indian lands; (ii) one skin for online sports 173 wagering outside of Indian lands, provided such skin is not operated or 174 co-branded with a tribal or commercial casino owner or operator, and 175 does not promote or market retail commercial casino gaming of any 176 kind; (iii) a program to sell lottery tickets for lottery draw games 177 through the corporation's Internet web site, online service or mobile

178 application, provided lottery drawings occur regularly and not more 179 frequently than once every four minutes; and (iv) keno both through 180 lottery sales agents and through the corporation's Internet web site, 181 online service or mobile application, provided drawings occur not more 182 frequently than once every three minutes and the state makes payments 183 to the Mashantucket Pequot Tribe and the Mohegan Tribe of Indians of 184 Connecticut each in the amount of twelve and one-half per cent of the 185 gross gaming revenue from keno; and

186 (C) A person or entity to be licensed to operate fantasy contests187 outside of Indian lands.

188 (3) Provide that any amendment or new compact entered into 189 pursuant to this section, except a provision of such an amendment or 190 new compact entered into pursuant to subparagraph (B)(iii) of 191 subdivision (2) of this subsection or related to keno through lottery sales 192 agents and entered into pursuant to subparagraph (B)(iv) of subdivision 193 (2) of this subsection, shall be valid for an initial term of ten years and 194 an optional five-year renewal term, provided any such renewal term 195 shall only be effective if mutually consented to and exercised by the 196 Governor and both the Mashantucket Pequot Tribe and the Mohegan 197 Tribe of Indians of Connecticut;

198 (4) Provide that the authority of either the Mashantucket Pequot 199 Tribe or the Mohegan Tribe of Indians of Connecticut to conduct online 200 sports wagering, online casino gaming and fantasy contests outside of 201 Indian lands shall cease if the tribe operates E-bingo machines for 202 purposes of class II gaming under the Indian Gaming Regulatory Act, 203 25 USC 2701, et seq., at a casino on Indian lands in this state at any time 204 during the ten-year initial term of the amendments or new compacts, as 205 described in subdivision (3) of this subsection, provided such cessation 206 of authority for either tribe shall not affect the authorization of the other 207 tribe or the Connecticut Lottery Corporation to conduct activities 208 authorized pursuant to this subsection; and

209 (5) Provide that the amendments or new compacts entered into

pursuant to this section, except a provision of such an amendment or
new compact entered into pursuant to subparagraph (B)(iii) of
subdivision (2) of this subsection or related to keno through lottery sales
agents and entered into pursuant to subparagraph (B)(iv) of subdivision
(2) of this subsection, shall cease to be effective if:

(A) Any provision of an amendment or new compact entered into
pursuant to this section, other than a provision of such an amendment
or new compact entered into pursuant to subparagraph (B)(iii) of
subdivision (2) of this subsection or related to keno through lottery sales
agents and entered into pursuant to subparagraph (B)(iv) of subdivision
(2) of this subsection, is held invalid by a court of competent jurisdiction
in a final judgment which is not appealable;

(B) Any provision of sections 1 to 10, inclusive, of this act, except for
those provisions regarding keno through lottery sales agents and the
sale of lottery tickets for lottery draw games through the corporation's
Internet web site, online service or mobile application, is held invalid by
a court of competent jurisdiction in a final judgment which is not
appealable; or

(C) Any amendment made to the provisions of the general statutes pursuant to this act, except for those regarding keno through lottery sales agents and the sale of lottery tickets for lottery draw games through the corporation's Internet web site, online service or mobile application, is held invalid by a court of competent jurisdiction in a final judgment which is not appealable.

234 (b) Notwithstanding the provisions of section 3-6c of the general 235 statutes, each amendment or new compact, or renewal thereof, entered 236 into by the Governor with the Mashantucket Pequot Tribe or Mohegan 237 Tribe of Indians of Connecticut pursuant to subsection (a) of this section 238 shall be considered approved by the General Assembly under section 3-239 6c of the general statutes upon the Governor entering into such an 240 agreement or new compact, or renewal thereof, without any further 241 action required by the General Assembly.

(c) Any amendments or new compacts entered into pursuant to this
section shall be effective and final upon approval by the Secretary of the
United States Department of Interior in accordance with federal law. If
such approval is overturned by a court of competent jurisdiction in a
final judgment, which is not appealable, the provisions of sections 1 to
inclusive, of this act, and the amendments made to provisions of the
general statutes pursuant to this act, shall cease to be effective.

Sec. 3. (NEW) (*Effective July 1, 2021*) (a) The Commissioner of Consumer Protection may issue licenses permitting the Mashantucket Pequot Tribe to operate one skin for online sports wagering within the state and one skin for online casino gaming within the state, provided:

(1) Amendments to the Mashantucket Pequot procedures and to the
Mashantucket Pequot memorandum of understanding or a new
compact with the Mashantucket Pequot Tribe, pursuant to section 2 of
this act, are effective;

(2) Regulations adopted by the commissioner pursuant to section 7 ofthis act are effective; and

(3) Online sports wagering and online casino gaming is operatedpursuant to the provisions of sections 6 to 10, inclusive, of this act.

(b) The Commissioner of Consumer Protection may issue licenses
permitting the Mohegan Tribe of Indians of Connecticut to operate one
skin for online sports wagering within the state and one skin for online
casino gaming within the state, provided:

(1) Amendments to the Mohegan compact and to the Mohegan
memorandum of understanding, or a new compact with the Mohegan
Tribe of Indians of Connecticut, pursuant to section 2 of this act, are
effective;

(2) Regulations adopted by the commissioner pursuant to section 7 ofthis act are effective; and

(3) Online sports wagering and online casino gaming are operatedpursuant to the provisions of sections 6 to 10, inclusive, of this act.

273 (c) Any license issued pursuant to subsection (a) or (b) of this section 274 shall expire (1) upon the expiration of any new compact or amendment, 275 or renewal thereof, entered into pursuant to section 2 of this act, or (2) if 276 the tribe holding such license operates E-bingo machines for purposes 277 of class II gaming under the Indian Gaming Regulatory Act, 25 USC 278 2701, et seq., at a casino on Indian lands in this state at any time during 279 the ten-year initial term of any amendment or new compact, as 280 described in subdivision (3) of subsection (a) of section 2 of this act.

(d) The Mashantucket Pequot Tribe or the Mohegan Tribe of Indians
of Connecticut may enter into an agreement with a person or entity for
the provision of services for a skin authorized pursuant to this section.

284 Sec. 4. (NEW) (Effective July 1, 2021) (a) If amendments to the 285 Mashantucket Pequot procedures and to the Mashantucket Pequot 286 memorandum of understanding with the Mashantucket Pequot Tribe 287 and amendments to the Mohegan compact and to the Mohegan 288 memorandum of understanding with the Mohegan Tribe of Indians of 289 Connecticut, or new compacts with the Mashantucket Pequot Tribe, 290 Mohegan Tribe of Indians of Connecticut, or both, pursuant to section 2 291 of this act, are effective, the Connecticut Lottery Corporation may 292 operate:

293 (1) Retail sports wagering pursuant to sections 6 to 8, inclusive, of this 294 act, at not more than fifteen facilities located throughout the state, 295 provided (A) no such facility shall be located within twenty-five miles 296 of Indian lands, (B) the corporation may develop new facilities in the 297 cities of Bridgeport and Hartford, and (C) any number of such fifteen 298 facilities may be located at facilities authorized pursuant to section 12-299 571a of the general statutes and operated by the person or business 300 organization licensed to operate the off-track betting system pursuant 301 to chapter 226 of the general statutes, under an operating agreement 302 with such person or business organization;

303 (2) One skin for online sports wagering pursuant to sections 6 to 8,304 inclusive, of this act;

305 (3) Keno through lottery sales agents of such corporation and through
306 the corporation's Internet web site, online service or mobile application,
307 provided:

308 (A) Any electronic platform or combination of hardware, software 309 and data networks used to manage, administer, offer or control keno 310 over the Internet, including through an Internet web site or a mobile 311 device, shall, at a minimum, be developed to: (i) Verify that an 312 individual with a keno account is eighteen years of age or older and is 313 located in the state, (ii) provide a mechanism to prevent the 314 unauthorized use of a keno account, and (iii) maintain the security of 315 data and other confidential information;

(B) Drawings may occur not more frequently than once every threeminutes; and

(C) The state shall make payments to the Mashantucket Pequot Tribe
and the Mohegan Tribe of Indians of Connecticut each in the amount of
twelve and one-half per cent of the gross gaming revenue from keno;
and

322 (4) A program to sell lottery tickets for lottery draw games through
323 the corporation's Internet web site, online service or mobile application,
324 provided:

325 (A) Lottery draw games for which tickets are sold through the
326 program occur regularly and not more frequently than once every four
327 minutes;

328 (B) The corporation submits to the Commissioner of Consumer 329 Protection official game rules for each lottery draw game the 330 corporation seeks to offer through the program, and the corporation 331 may not offer a lottery draw game through the program until the 332 commissioner approves, in writing, the official rules for such game; 333 (C) The corporation verifies that a person who establishes an online
334 lottery account to purchase a lottery ticket through such program is
335 eighteen years of age or older and is located in the state;

(D) Any transaction to sell lottery tickets shall be initiated andreceived within the state;

(E) The program (i) allows a person to establish an online lottery account and use a credit card, debit card or verified bank account to purchase lottery tickets through such account, (ii) limits a person with an online lottery account to the use of only one debit card or credit card, and (iii) provides that any money in an online lottery account belongs solely to the owner of the account and may be withdrawn by the owner;

(F) The corporation establishes a voluntary self-exclusion process to
allow a person to exclude himself or herself from establishing an online
lottery account or purchasing a lottery ticket through such program;

347 (G) At least every five years, the program is subject to an independent348 review for responsible play as assessed by industry standards;

349 (H) The program provides responsible gambling and problem350 gambling information;

(I) The corporation limits the amount of money a person may (i)
deposit into an online lottery account, and (ii) spend per day through
such program; and

(J) The results of lottery draw game drawings are displayed on the corporation's Internet web site, online service or mobile application, provided the lottery draw game drawings may not take place on the corporation's Internet web site, online service or mobile application.

(b) The Connecticut Lottery Corporation shall not conduct any of the
activities authorized by subsection (a) of this section until regulations
concerning such activity are adopted and effective pursuant to section 7
of this act.

362 (c) After establishing a program to sell lottery tickets for lottery draw 363 games through the corporation's Internet web site, online service or 364 mobile application pursuant to subsection (a) of this section, the 365 corporation: (1) May implement initiatives to promote the purchase of 366 lottery tickets through lottery sales agents; (2) may implement initiatives 367 to promote the purchase of both online lottery draw games and the 368 purchase of lottery tickets through lottery sales agents; and (3) shall 369 conduct a public awareness campaign to educate the public regarding 370 responsible gambling and to inform the public of the programs available 371 for the prevention, treatment and rehabilitation of compulsive gamblers 372 in the state.

(d) The authority of the Connecticut Lottery Corporation to conduct
retail sports wagering pursuant to subdivision (1) of subsection (a) of
this section and online sports wagering pursuant to subdivision (2) of
subsection (a) of this section shall expire upon the expiration of any new
compact or amendment, or renewal thereof, entered into pursuant to
section 2 of this act.

379 Sec. 5. (NEW) (Effective July 1, 2021) (a) If the Connecticut Lottery 380 Corporation is authorized to conduct retail sports wagering pursuant to 381 section 4 of this act, said corporation may enter into one or more 382 agreements with a person or business organization licensed to operate 383 the off-track betting system pursuant to chapter 226 of the general 384 statutes to operate retail sports wagering at any of the system facilities 385 authorized for off-track betting under section 12-571a of the general 386 statutes, provided the total number of facilities that may conduct retail 387 sports wagering, whether operated directly by the corporation or by 388 such person or business organization, shall not exceed fifteen.

(b) If a person or business organization licensed to operate the offtrack betting system pursuant to chapter 226 of the general statutes
operates retail sports wagering under an agreement under subsection
(a) of this section, such retail sports wagering shall be conducted
pursuant to sections 6 to 8, inclusive, of this act.

(c) Any agreement to conduct retail sports wagering pursuant to
subsection (a) of this section shall expire upon the expiration of any new
compact or amendment, or renewal thereof, entered into pursuant to
section 2 of this act.

Sec. 6. (NEW) (*Effective July 1, 2021*) (a) An individual may only place a sports wager on a sporting event through retail sports wagering or online sports wagering conducted outside of Indian lands or place a wager through online casino gaming conducted outside of Indian lands, if the wagering is authorized pursuant to sections 3 to 5, inclusive, of this act, and the individual (1) has attained the age of twenty-one, and (2) is physically present in the state when placing the wager.

(b) Any electronic wagering platform used for conducting online sports wagering or online casino gaming shall be developed to: (1) Verify that an individual with a wagering account is twenty-one years of age or older and is physically present in the state when placing a wager, (2) provide a mechanism to prevent the unauthorized use of a wagering account, and (3) maintain the security of wagering data and other confidential information.

412 Sec. 7. (NEW) (Effective July 1, 2021) The Commissioner of Consumer 413 Protection shall adopt regulations, in accordance with the provisions of 414 chapter 54 of the general statutes, and to the extent not prohibited by 415 federal law or any gaming agreement or procedure entered into 416 pursuant to the Indian Gaming Regulatory Act, P.L. 100-497, 25 USC 417 2701 et seq., to implement the provisions of sections 3 to 6, inclusive, of 418 this act. Such regulations shall address the operation of, participation in 419 and advertisement of, sports wagering, online casino gaming, keno and 420 sales of lottery tickets for lottery draw games through an Internet web 421 site, online service or mobile application, designation of additional 422 games that may be permitted as online casino gaming and any other 423 provisions to protect the public interest in the integrity of gaming.

424 Sec. 8. (NEW) (*Effective July 1, 2021*) (a) The Mashantucket Pequot 425 Tribe and the Mohegan Tribe of Indians of Connecticut shall each pay 426 to the state for deposit in the General Fund: (1) Thirteen and three-427 quarters per cent of the gross gaming revenue from sports wagering, for 428 online sports wagering authorized under section 3 of this act and 429 conducted outside of Indian lands; and (2) (A) eighteen per cent of the 430 gross gaming revenue from online casino gaming, for online casino 431 gaming authorized under section 3 of this act and conducted outside of 432 Indian lands, and occurring during the first five years of operation of 433 such gaming, or (B) twenty per cent of the gross gaming revenue from 434 online casino gaming, for online casino gaming authorized under 435 section 3 of this act conducted outside of Indian lands, and occurring 436 during the sixth and any succeeding year of operation of such gaming. 437 Each tribe shall make such payment not later than thirty days after the 438 date that operation of online sports wagering and online casino gaming 439 commences under section 3 of this act, and on a monthly basis thereafter 440 while such online sports wagering or online casino gaming is 441 conducted.

442 (b) The Connecticut Lottery Corporation shall pay to the state for 443 deposit in the General Fund, thirteen and three-quarters per cent of the 444 gross gaming revenue from sports wagering, as a result of conducting 445 retail sports wagering and online sports wagering authorized under 446 section 4 of this act. The corporation shall make such payment not later 447 than thirty days after the date that operation of retail sports wagering 448 and online sports wagering commences under section 4 of this act, and 449 on a monthly basis thereafter while such retail sports wagering or online 450 sports wagering is conducted.

451 (c) A person or business organization licensed to operate the off-track 452 betting system pursuant to chapter 226 of the general statutes operating 453 retail sports wagering at any of the system facilities authorized for off-454 track betting under section 12-571a of the general statutes pursuant to 455 an agreement with the Connecticut Lottery Corporation, shall pay to the 456 state for deposit in the General Fund, thirteen and three-quarters per 457 cent of the gross gaming revenue from sports wagering, from the retail 458 sports wagering authorized under section 5 of this act. Such person or

business organization shall make such payment not later than thirty
days after the date that operation of retail sports wagering commences
under section 5 of this act, and on a monthly basis thereafter while such
retail sports wagering is conducted.

463 Sec. 9. (NEW) (Effective July 1, 2021) (a) (1) At the commencement of 464 any fiscal year that online sports wagering or online casino gaming is 465 conducted pursuant to section 3 of this act outside of Indian lands and 466 on or before September thirtieth in each fiscal year thereafter, the 467 Commissioner of Consumer Protection shall estimate and assess, after 468 consultation with the Mashantucket Pequot Tribe and the Mohegan 469 Tribe of Indians of Connecticut, the reasonable and necessary costs that 470 will be incurred by the department in the next fiscal year to regulate the 471 operation of such wagering or gaming under sections 3, 6 and 7 of this 472 act by each tribe.

473 (2) At the commencement of any fiscal year that a person or business 474 organization licensed to operate the off-track betting system pursuant 475 to chapter 226 of the general statutes operates retail sports wagering 476 pursuant to section 5 of this act and on or before September thirtieth in 477 each fiscal year thereafter, the Commissioner of Consumer Protection 478 shall estimate and assess, after consultation with such person or 479 business organization, the reasonable and necessary costs that will be 480 incurred by the department in the next fiscal year to regulate the 481 operation of such wagering under sections 5 to 7, inclusive, of this act 482 by such person or organization.

483 (3) The estimated costs under subdivision (1) or (2) of this subsection 484 shall not exceed the estimate of expenditure requirements transmitted 485 by the commissioner pursuant to section 4-77 of the general statutes. The 486 assessment for any fiscal year shall be: (A) Reduced pro rata by the 487 amount of any surplus from the assessment of the prior fiscal year, 488 which shall be maintained in accordance with subsection (d) of this 489 section, or (B) increased pro rata by the amount of any deficit from the 490 assessment of the prior fiscal year.

491 (b) The Mashantucket Pequot Tribe, the Mohegan Tribe of Indians of 492 Connecticut and a person or business organization licensed to operate 493 the off-track betting system pursuant to chapter 226 of the general 494 statutes shall each pay to the commissioner the amount assessed to such 495 tribe or person or organization pursuant to subsection (a) of this section 496 not later than the date specified by the commissioner for payment, 497 provided such date is not less than thirty days from the date of such 498 assessment. The commissioner shall remit to the State Treasurer all 499 funds received pursuant to this section.

500 (c) (1) There is established a fund to be known as the "State Sports" 501 Wagering and Online Gaming Regulatory Fund". The fund shall contain 502 any moneys required or permitted to be deposited in the fund and shall 503 be held by the Treasurer separate and apart from all other moneys, 504 funds and accounts. Any balance remaining in said fund at the end of 505 any fiscal year shall be carried forward in said fund for the fiscal year 506 next succeeding. Moneys in the fund shall be expended by the Treasurer 507 for the purposes of paying the costs incurred by the department to 508 regulate sports wagering and online casino gaming.

509 (2) The Treasurer shall deposit all funds received pursuant to510 subsection (b) of this section in the State Sports Wagering and Online511 Gaming Regulatory Fund.

(d) On or before September thirtieth, annually, the Comptroller shall calculate the actual reasonable and necessary costs incurred by the department to regulate retail sports wagering, online sports wagering or online casino gaming during the prior fiscal year. The Treasurer shall set aside amounts received pursuant to subsection (b) of this section in excess of such actual costs. Such excess amounts shall be considered a surplus for the purposes of subsection (a) of this section.

(e) If the Mashantucket Pequot Tribe, the Mohegan Tribe of Indians
of Connecticut or the person or business organization licensed to
operate the off-track betting system pursuant to chapter 226 of the
general statutes is aggrieved by an assessment under the provisions of

523 this section, the tribe or person or business organization may request a 524 hearing before the commissioner not later than thirty days after such 525 assessment. The commissioner shall hold such hearing, in accordance 526 with the provisions of chapter 54 of the general statutes, not later than 527 thirty days after receiving such request.

528 Sec. 10. (NEW) (*Effective July 1, 2021*) (a) Any payment to the state 529 made by the Mashantucket Pequot Tribe under section 8 of this act 530 during the five-year period commencing on the date that said tribe 531 began operating online sports wagering and online casino gaming 532 pursuant to section 3 of this act shall count toward the calculation of the 533 "minimum contribution" for such tribe pursuant to the Mashantucket 534 Pequot memorandum of understanding.

(b) Any payment to the state made by the Mohegan Tribe of Indians
of Connecticut under section 8 of this act during the five-year period
commencing on the date that said tribe began operating online sports
wagering and online casino gaming pursuant to section 3 of this act shall
count toward the calculation of the "minimum contribution" for such
tribe pursuant to the Mohegan memorandum of understanding.

541 Sec. 11. Section 12-586f of the general statutes is repealed and the 542 following is substituted in lieu thereof (*Effective July 1, 2021*):

543 (a) For the purposes of this section, "tribe" means the Mashantucket 544 Pequot Tribe and "compact" means the Tribal-State Compact between 545 the tribe and the state of Connecticut, as incorporated and amended in 546 the Final Mashantucket Pequot Gaming Procedures prescribed by the 547 Secretary of the United States Department of the Interior pursuant to 548 Section 2710(d)(7)(B)(vii) of Title 25 of the United States Code and 549 published in 56 Federal Register 24996 (May 31, 1991), as amended from 550 time to time.

(b) The expenses of administering the provisions of the compact shall
be financed as provided in this section. Assessments for regulatory costs
incurred by any state agency which are subject to reimbursement by the

554 tribe in accordance with the provisions of the compact shall be made by 555 the Commissioner of Revenue Services in accordance with the 556 provisions of the compact, including provisions respecting adjustment 557 of excess assessments. Any underassessment for a prior fiscal year may 558 be included in a subsequent assessment but shall be specified as such. 559 Payments made by the tribe in accordance with the provisions of the 560 compact shall be deposited in the General Fund and shall be credited to 561 the appropriation for the state agency incurring such costs.

562 (c) Assessments for law enforcement costs incurred by any state 563 agency which are subject to reimbursement by the tribe in accordance 564 with the provisions of the compact shall be made by the Commissioner 565 of Emergency Services and Public Protection in accordance with the 566 provisions of the compact, including provisions respecting adjustment 567 of excess assessments. Any underassessment for a prior fiscal year may 568 be included in a subsequent assessment but shall be specified as such. 569 Payments made by the tribe in accordance with the provisions of the 570 compact shall be deposited in the General Fund and shall be credited to 571 the appropriation for the state agency incurring such costs.

572 (d) If the tribe is aggrieved due to any assessment levied pursuant to 573 such compact and this section or by any failure to adjust an excess 574 assessment in accordance with the provisions of the compact and this 575 section, it may, not later than thirty days after the time provided for the 576 payment of such assessment, appeal therefrom in accordance with the 577 terms of the compact, to the superior court for the judicial district of 578 Hartford, which appeal shall be accompanied by a citation to the 579 Commissioner of Consumer Protection to appear before said court. Such 580 citation shall be signed by the same authority, and such appeal shall be 581 returnable at the same time and served and returned in the same 582 manner as is required in case of a summons in a civil action. Proceedings 583 in such matter shall be conducted in the same manner as provided for 584 in section 38a-52.

(e) The Commissioner of Consumer Protection shall require eachapplicant for a casino gaming employee license, casino gaming service

license or casino gaming equipment license to submit to state and
national criminal history records checks before such license is issued.
The criminal history records checks required pursuant to this subsection
shall be conducted in accordance with section 29-17a.

591 Sec. 12. Section 12-586g of the general statutes is repealed and the 592 following is substituted in lieu thereof (*Effective July 1, 2021*):

(a) For the purposes of this section, "tribe" means the Mohegan Tribe
of Indians of Connecticut and "compact" means the Tribal-State
Compact between the tribe and the state of Connecticut, dated May 17,
1994, as amended from time to time.

597 (b) The expenses of administering the provisions of the compact shall 598 be financed as provided in this section. Assessments for regulatory costs 599 incurred by any state agency which are subject to reimbursement by the 600 tribe in accordance with the provisions of the compact shall be made by 601 the Commissioner of Revenue Services in accordance with the 602 provisions of the compact, including provisions respecting adjustment 603 of excess assessments. Any underassessment for a prior fiscal year may 604 be included in a subsequent assessment but shall be specified as such. 605 Payments made by the tribe in accordance with the provisions of the 606 compact shall be deposited in the General Fund and shall be credited to 607 the appropriation for the state agency incurring such costs.

608 (c) Assessments for law enforcement costs incurred by any state 609 agency which are subject to reimbursement by the tribe in accordance 610 with the provisions of the compact shall be made by the Commissioner 611 of Emergency Services and Public Protection in accordance with the 612 provisions of the compact, including provisions respecting adjustment 613 of excess assessments. Any underassessment for a prior fiscal year may 614 be included in a subsequent assessment but shall be specified as such. 615 Payments made by the tribe in accordance with the provisions of the 616 compact shall be deposited in the General Fund and shall be credited to 617 the appropriation for the state agency incurring such costs.

618 (d) If the tribe is aggrieved due to any assessment levied pursuant to 619 such compact and this section or by any failure to adjust an excess 620 assessment in accordance with the provisions of the compact and this 621 section, it may, not later than thirty days after the time provided for the 622 payment of such assessment, appeal therefrom in accordance with the 623 terms of the compact, to the superior court for the judicial district of 624 New Britain, which appeal shall be accompanied by a citation to the 625 Commissioner of Consumer Protection to appear before said court. Such 626 citation shall be signed by the same authority, and such appeal shall be 627 returnable at the same time and served and returned in the same 628 manner as is required in case of a summons in a civil action. Proceedings 629 in such matter shall be conducted in the same manner as provided for 630 in section 38a-52.

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

637 Sec. 13. Section 12-578aa of the general statutes is repealed and the 638 following is substituted in lieu thereof (*Effective July 1, 2021*):

639 (a) For the purposes of this section:

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

(2) "Fantasy contest" means any online fantasy or simulated game or
contest with an entry fee in which: (A) The value of all prizes and
awards offered to winning fantasy contest players is established and
made known to the players in advance of the game or contest; (B) all
winning outcomes reflect the knowledge and skill of the players and are
determined predominantly by accumulated statistical results of the

649 performance of individuals, including athletes in the case of sporting 650 events; and (C) no winning outcome is based on the score, point spread 651 or any performance of any single actual team or combination of teams 652 or solely on any single performance of an individual athlete or player in 653 any single actual sporting event. Fantasy contests [shall] <u>do</u> not include 654 lottery games;

(3) "Fantasy contest operator" means a person or entity that [operates]
<u>is licensed to operate</u> a fantasy contest and offers such fantasy contest to
members of the general public in the state;

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

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

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

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

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

677 (9) "Mohegan compact" means the Tribal-State Compact entered into 678 by and between the state and the Mohegan Tribe of Indians of 679 Connecticut on May 17, 1994; and

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

(b) The provisions of this section shall not be effective unless thefollowing conditions have been met:

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

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

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

702 (4) The amendments to the Mashantucket Pequot procedures, the 703 Mashantucket Pequot memorandum of understanding, the Mohegan 704 compact and the Mohegan memorandum of understanding are 705 approved or deemed approved by the Secretary of the United States 706 Department of the Interior pursuant to the federal Indian Gaming 707 Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., and its implementing 708 regulations. If such approval is overturned by a court in a final 709 judgment, which is not appealable, the authorization provided under

710 this section shall cease to be effective.

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

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

(b) The Commissioner of Consumer Protection may issue licenses
 permitting the operation of fantasy contests outside of Indian lands,
 provided:

721 (1) Amendments to the Mashantucket Pequot procedures and to the Mashantucket Pequot memorandum of understanding with the 722 723 Mashantucket Pequot Tribe and amendments to the Mohegan compact 724 and to the Mohegan memorandum of understanding with the Mohegan 725 Tribe of Indians of Connecticut, or new compacts with the 726 Mashantucket Pequot Tribe, Mohegan Tribe of Indians of Connecticut 727 or both, or renewals thereof, pursuant to section 2 of this act, are 728 effective; and

- 729 (2) Fantasy contests are conducted pursuant to the provisions of this
 730 section.
- 731 (c) (1) If the Mashantucket Pequot Tribe or Mohegan Tribe of Indians 732 of Connecticut holds a license pursuant to subsection (b) of this section, 733 such tribe's license shall expire if the tribe operates E-bingo machines 734 for purposes of class II gaming under the Indian Gaming Regulatory 735 Act, 25 USC 2701, et seq., at a casino on Indian lands in this state at any 736 time during the ten-year initial term of any new amendment or new 737 compact, as described in subdivision (3) of subsection (a) of section 2 of 738 this act.
- 739 (2) All licenses issued pursuant to subsection (b) of this section shall

740 <u>expire upon the expiration of any new compact or amendment, or</u>
741 <u>renewal thereof, entered into pursuant to section 2 of this act.</u>

742 [(c)] (d) Not later than [July 1, 2018] January 1, 2022, the 743 Commissioner of Consumer Protection shall adopt regulations, in accordance with the provisions of chapter 54, regarding the licensing, 744 745 operation of, participation in and advertisement of fantasy [contest] 746 contests in the state. Such regulations shall protect fantasy contest 747 players who pay an entry fee to play fantasy contests from unfair or 748 deceptive acts or practices. Such regulations shall include, but need not 749 be limited to: (1) A prohibition on fantasy contest operators allowing 750 persons under the age of eighteen to participate in a fantasy contest 751 offered by such operators; (2) protections for fantasy contest players' 752 funds on deposit with fantasy contest operators; (3) requirements 753 regarding truthful advertising by fantasy contest operators; (4) 754 procedures to ensure the integrity of fantasy contests offered by fantasy 755 contest operators; (5) procedures to ensure that fantasy contest 756 operators provide fantasy contest players with: (A) Information 757 regarding responsible playing and places to seek assistance for 758 addictive or compulsive behavior, and (B) protections against 759 compulsive behavior; and (6) reporting requirements and procedures to demonstrate eligibility for a reduction of the initial [registration] 760 761 licensing fee and annual [registration] licensing renewal fee pursuant to 762 subsection [(d)] (e) of this section.

763 [(d)] (e) (1) [Not later than sixty days after the adoption of regulations 764 pursuant to subsection (c) of this section, and thereafter, each fantasy 765 contest operator that operates fantasy contests in the state shall register 766 annually with the Commissioner of Consumer Protection on a form 767 prescribed by the commissioner.] Each fantasy contest operator shall 768 [submit] pay an initial [registration] licensing fee of fifteen thousand 769 dollars and an annual [registration] licensing renewal fee of fifteen 770 thousand dollars, except that the commissioner shall reduce the initial 771 [registration fee] and annual [registration] licensing fee so that such fees 772 do not exceed ten per cent of the gross receipts of such operator for the

773 [registration] <u>licensing</u> period.

774 (2) To demonstrate the eligibility of a fantasy contest operator for a 775 reduction of the initial [registration fee] or annual [registration] renewal 776 fee pursuant to subdivision (1) of this subsection, the fantasy contest 777 operator shall provide to the commissioner, in a manner prescribed by 778 the commissioner, an estimation of the gross receipts such operator 779 expects to receive in the upcoming [registration] licensing period. Prior 780 to renewing a [registration] license where such operator paid a reduced 781 [registration] licensing fee for the previous [registration] licensing 782 period, or after a [registration] licensing period where such operator 783 should have paid a reduced fee for the previous [registration] licensing 784 period, such operator shall submit to the commissioner, in a manner 785 prescribed by the commissioner, the actual amount of gross receipts 786 received by such operator [in] during the previous [registration] 787 licensing period. The commissioner shall calculate the difference, if any, 788 between the estimated gross receipts and the actual gross receipts and 789 determine if the [registration] licensing fee previously paid by such 790 operator was the correct amount. If such operator paid an amount in 791 excess of the amount determined to be the correct amount of the 792 [registration] licensing fee, the commissioner shall refund such operator 793 accordingly or credit such amount against the [registration] licensing fee 794 for the upcoming [registration] licensing period, provided such operator 795 renews his or her [registration] license. If such operator did not pay the 796 amount determined to be the correct amount of the [registration] 797 licensing fee, such operator shall pay to the commissioner the difference 798 between the correct amount and the [registration] licensing fee 799 previously paid.

- [(e)] (f) Any person who violates any provision of this section or any
 regulation adopted pursuant to subsection [(c)] (d) of this section shall
 be fined not more than one thousand dollars for each violation.
- 803 Sec. 14. Section 12-578f of the general statutes is repealed and the 804 following is substituted in lieu thereof (*Effective July 1, 2021*):

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

(1) "Authorized games" means any game of chance, including, but not
limited to, blackjack, poker, dice, money-wheels, roulette, baccarat,
chuck-a-luck, pan game, over and under, horse race game, acey-deucy,
beat the dealer, bouncing ball, video facsimile game and any other game
of chance authorized by the Commissioner of Consumer Protection;

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

815 procedures" (3)"Mashantucket Pequot means the Final 816 Mashantucket Pequot Gaming Procedures prescribed by the Secretary 817 of the United States Department of the Interior pursuant to Section 818 2710(d)(7)(B)(vii) of Title 25 of the United States Code and published in 819 56 Federal Register 24996 (May 31, 1991);

820 (4) "MMCT Venture, LLC" means a limited liability company821 described in subsection (d) of this section;

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

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

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

(c) Such authorization shall not be effective unless the followingconditions have been met:

(1) (A) The Governor enters into amendments to the Mashantucket
Pequot procedures and to the Mashantucket Pequot memorandum of
understanding with the Mashantucket Pequot Tribe and amendments
to the Mohegan compact and to the Mohegan memorandum of
understanding with the Mohegan Tribe of Indians of Connecticut
concerning the operation of a casino gaming facility in the state.

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

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

851 (2) The amendments to the Mashantucket Pequot procedures, the 852 Mashantucket Pequot memorandum of understanding, the Mohegan 853 compact and the Mohegan memorandum of understanding are 854 approved or deemed approved by the Secretary of the United States 855 Department of the Interior pursuant to the federal Indian Gaming 856 Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., and its implementing 857 regulations. If such approval is overturned by a court in a final 858 judgment, which is not appealable, the authorization provided under 859 this section shall cease to be effective.

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

863 (4) The amendments to the Mashantucket Pequot memorandum of

understanding and to the Mohegan memorandum of understanding are
approved by the General Assembly pursuant to the process described
in section 3-6c.

867 (5) The governing bodies of the Mashantucket Pequot Tribe and Mohegan Tribe of Indians of Connecticut enact resolutions providing: 868 869 (A) That if MMCT Venture, LLC, fails to pay any fees or taxes due the 870 state, the tribes, as the members of MMCT Venture, LLC, waive the possible defense of sovereign immunity with respect to any action or 871 872 claim by the state against the tribes as the members of MMCT Venture, 873 LLC, to the extent such action or claim is permitted to be brought against 874 a member of a limited liability company under state law to collect any 875 fees or taxes, while preserving any other defenses available to the tribes, 876 and (B) that the venue for such action or claim shall be in the judicial 877 district of Hartford.

878 (d) Such authorization shall apply to MMCT Venture, LLC, provided: 879 (1) MMCT Venture, LLC, is a limited liability company jointly and 880 exclusively owned by the Mashantucket Pequot Tribe and the Mohegan 881 Tribe of Indians of Connecticut; (2) no other person or business 882 organization holds an equity interest in MMCT Venture, LLC; and (3) each tribe holds at least a twenty-five per cent equity interest in MMCT 883 884 Venture, LLC. If MMCT Venture, LLC, ceases to be a limited liability 885 company jointly and exclusively owned by the Mashantucket Pequot 886 Tribe and the Mohegan Tribe of Indians of Connecticut in which each 887 tribe holds at least a twenty-five per cent equity interest, such 888 authorization shall be void.

889 (e) Notwithstanding the provisions of subsections (b) and (c) of this section, the authorization to conduct authorized games at a casino 890 891 gaming facility pursuant to said subsections shall not be effective during 892 the ten-year initial term that amendments to the Mashantucket Pequot 893 procedures and to the Mashantucket Pequot memorandum of 894 understanding with the Mashantucket Pequot Tribe and amendments 895 to the Mohegan compact and to the Mohegan memorandum of 896 understanding with the Mohegan Tribe of Indians of Connecticut, or

897 <u>new compacts with the Mashantucket Pequot Tribe or the Mohegan</u>
898 Tribe of Indians of Connecticut, or both entered into pursuant to section

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899 <u>2 of this act are effective, as described in subdivision (3) of subsection</u>

900 (b) of section 2 of this act.

901 Sec. 15. Section 12-806c of the general statutes is repealed and the 902 following is substituted in lieu thereof (*Effective July 1, 2021*):

903 (a) Notwithstanding the provisions of section 3-6c, the Secretary of 904 the Office of Policy and Management, on behalf of the state of 905 Connecticut, may enter into separate agreements with the 906 Mashantucket Pequot Tribe and the Mohegan Tribe of Indians of 907 Connecticut concerning the operation of keno by the Connecticut 908 Lottery Corporation in the state of Connecticut. Any such agreement 909 shall provide that the state of Connecticut shall distribute to each tribe 910 a sum not to exceed a twelve and one-half per cent share of the gross 911 operating revenue received by the state from the operation of keno. The 912 corporation may not operate keno until such separate agreements are 913 effective. For the purposes of this section, "gross operating revenues" 914 means the total amounts wagered, less amounts paid out as prizes.

915 (b) The provisions of this section shall cease to be effective once amendments to the Mashantucket Pequot procedures and to the 916 917 Mashantucket Pequot memorandum of understanding with the 918 Mashantucket Pequot Tribe and amendments to the Mohegan compact 919 and to the Mohegan memorandum of understanding with the Mohegan 920 Tribe of Indians of Connecticut, or new compacts with the 921 Mashantucket Pequot Tribe, Mohegan Tribe of Indians of Connecticut, 922 or both, governing the operation of keno by the Connecticut Lottery 923 Corporation, pursuant to section 2 of this act, are effective.

924 Sec. 16. Section 12-801 of the general statutes is repealed and the 925 following is substituted in lieu thereof (*Effective July 1, 2021*):

As used in section 12-563a<u>, as amended by this act</u>, and sections 12-800 to 12-818, inclusive, the following terms [shall] have the following 928 meanings unless the context clearly indicates another meaning:

929 (1) "Board" or "board of directors" means the board of directors of the 930 corporation;

931 (2) "Corporation" means the Connecticut Lottery Corporation as 932 created under section 12-802;

933 (3) "Division" means the former Division of Special Revenue in the 934 Department of Revenue Services;

935 (4) "Lottery" means (A) the Connecticut state lottery conducted prior 936 to the transfer authorized under section 12-808 by the Division of Special 937 Revenue, (B) after such transfer, the Connecticut state lottery conducted 938 by the corporation pursuant to sections 12-563a, as amended by this act, 939 and 12-800 to 12-818, inclusive, and section 4 of this act, (C) the state 940 lottery referred to in subsection (a) of section 53-278g, and (D) keno 941 conducted by the corporation pursuant to section 12-806c, as amended 942 by this act, or section 4 of this act;

943 (5) "Keno" means a lottery game in which a subset of numbers are 944 drawn from a larger field of numbers by a central computer system 945 using an approved random number generator, wheel system device or 946 other drawing device; [. "Keno" does not include a game operated on a 947 video facsimile machine;]

948 (6) "Lottery fund" means a fund or funds established by, and under 949 the management and control of, the corporation, into which all lottery 950 revenues of the corporation are deposited, from which all payments and 951 expenses of the corporation are paid and from which transfers to the 952 General Fund or the Connecticut Teachers' Retirement Fund Bonds 953 Special Capital Reserve Fund, established in section 10-183vv, are made 954 pursuant to section 12-812; [and]

955 (7) "Online sports wagering" has the same meaning as provided in 956 section 1 of this act;

957	[(7)] (8) "Operating revenue" means total revenue received from
958 959	lottery sales less all cancelled sales and amounts paid as prizes but before payment or provision for payment of any other expenses:
,0,	before puyment of provision for puyment of uny other expenses,
960	(9) "Retail sports wagering" has the same meaning as provided in
961	section 1 of this act; and
962	(10) "Skin" has the same meaning as provided in section 1 of this act.
963	Sec. 17. Section 12-806 of the general statutes is repealed and the
964	following is substituted in lieu thereof (<i>Effective July 1, 2021</i>):
965	(a) The purposes of the corporation shall be to: (1) Operate and
966	manage the lottery, and operate and manage retail sports wagering and
967	online sports wagering if authorized to do so pursuant to section 4 of
968	this act, in an entrepreneurial and business-like manner free from the
969	budgetary and other constraints that affect state agencies; (2) provide
970	continuing and increased revenue to the people of the state through the
971	lottery, and retail sports wagering and online sports wagering if
972	authorized to operate such wagering pursuant to section 4 of this act, by
973	being responsive to market forces and acting generally as a corporation
974	engaged in entrepreneurial pursuits; (3) pay to the trustee of the
975	Connecticut Teachers' Retirement Fund Bonds Special Capital Reserve
976	Fund, established in section 10-183vv, the amounts, if any, required
977	pursuant to subsection (c) of section 12-812, as amended by this act; and
978	(4) ensure that the lottery, [continues] and retail sports wagering and
979	online sports wagering, if authorized to operate such wagering
980	pursuant to section 4 of this act, continue to be operated with integrity
981	and for the public good.

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

(1) To receive as transferee from the state of Connecticut all of the
tangible and intangible assets constituting the lottery including the
exclusive right to operate the lottery as the exclusive lottery of the state
and, subject to subsection (b) of section 12-808, to assume and discharge
all of the agreements, covenants and obligations of the Department of

988 Consumer Protection entered into which constitute a part of the 989 operation and management of the lottery;

(2) To operate and manage the lottery consistent with the provisions
of sections 1-120, 1-121, 1-125, 12-563, 12-563a, as amended by this act,
12-564, 12-566, 12-568a and 12-569, subsection (c) of section 12-574, [and]
sections 12-800 to 12-818, inclusive, and section 4 of this act, and as
specifically provided in section 12-812, as amended by this act;

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

998 (4) (A) To introduce new lottery games, modify existing lottery 999 games, utilize existing and new technologies, determine distribution 1000 channels for the sale of lottery tickets, introduce keno pursuant to signed 1001 agreements with the Mashantucket Pequot Tribe and the Mohegan 1002 Tribe of Indians of Connecticut, in accordance with section 12-806c, as 1003 amended by this act, or pursuant to section 4 of this act, and, to the 1004 extent specifically authorized by regulations adopted by the 1005 Department of Consumer Protection pursuant to chapter 54, introduce 1006 instant ticket vending machines, kiosks and automated wagering 1007 systems or machines, with all such rights being subject to regulatory 1008 oversight by the Department of Consumer Protection; [, except that the 1009 corporation shall not offer any interactive on-line lottery games, 1010 including on-line video lottery games for promotional purposes;] and

1011 (B) (i) To sell lottery draw games through the corporation's Internet 1012 web site, online service or mobile application in accordance with section 1013 4 of this act and to advertise lottery games on the corporation's Internet 1014 web site, online service or mobile application; and (ii) to offer interactive 1015 lottery games for promotional purposes through the corporation's 1016 Internet web site, online service or mobile application, provided (I) there 1017 is no cost to play such interactive lottery games for promotional 1018 purposes, (II) no prizes or rewards of any monetary value are awarded 1019 for playing such interactive lottery games for promotional purposes,

and (III) no lottery ticket purchase is required to play such interactive
 lottery games for promotional purposes. The corporation shall not offer
 any interactive lottery game, including for promotional purposes,

1023 <u>except as expressly permitted pursuant to this subdivision;</u>

1024 (5) To establish an annual budget of revenues and expenditures, 1025 along with reasonable reserves for working capital, capital 1026 expenditures, debt retirement and other anticipated expenditures, in a 1027 manner and at levels considered by the board of directors as appropriate 1028 and prudent;

1029 (6) To adopt such administrative and operating procedures which the1030 board of directors deems appropriate;

1031 (7) To enter into agreements with one or more states or territories of 1032 the United States for the promotion and operation of joint lottery games 1033 and to continue to participate in any joint lottery game in which the 1034 corporation participates on July 1, 2003, regardless of whether any 1035 government-authorized lottery operated outside of the United States 1036 participates in such game;

(8) Subject to the provisions of section 12-815, <u>as amended by this act</u>,
to enter into agreements with vendors with respect to (<u>A</u>) the operation
and management of the lottery, including operation of lottery terminals,
management services, printing of lottery tickets, management expertise,
marketing expertise, advertising or such other goods or services as the
board of directors deems necessary and appropriate, <u>and (B) services</u>
related to operation of a skin for online sport wagering;

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

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

1051 (11) To establish prize reserve accounts as the board of directors1052 deems appropriate;

1053 (12) To pay lottery prizes as awarded under section 12-812, as 1054 amended by this act, to purchase annuities to fund such prizes, and to 1055 assure that all annuities from which payments to winners of lottery 1056 prizes are made are invested in instruments issued by agencies of the 1057 United States government and backed by the full faith and credit of the 1058 United States, or are issued by insurance companies licensed to do 1059 business in the state, provided the issuer has been determined by the 1060 Department of Consumer Protection to be financially stable and meets 1061 the minimum investment rating as determined by the department;

1062 (13) To pay the Office of Policy and Management to reimburse the 1063 Department of Consumer Protection for the reasonable and necessary 1064 costs arising from the department's regulatory oversight of the 1065 operation of the lottery, keno, retail sports wagering and online sports 1066 wagering by the corporation, in accordance with the assessment made 1067 pursuant to section 12-806b, including costs arising directly or indirectly from the licensing of lottery agents, performance of state police 1068 1069 background investigations, and the implementation of subsection (b) of 1070 section 12-562 and sections 12-563a, as amended by this act, 12-568a, 12-1071 569, 12-570, 12-570a and 12-800 to 12-818, inclusive, and section 4 of this 1072 act;

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

1076 (15) To determine the commissions payable to lottery sales agents,
1077 provided any agent's commission shall not average less than four per
1078 cent of such agent's lottery sales;

1079 (16) To invest in, acquire, lease, purchase, own, manage, hold and 1080 dispose of real property and lease, convey or deal in or enter into 1081 agreements with respect to such property on any terms necessary or incidental to carrying out the purposes of sections 12-563a, as amended
by this act, and 12-800 to 12-818, inclusive, provided such transactions
shall not be subject to approval, review or regulation pursuant to title
4b or any other statute by any state agency, except that real property
transactions shall be subject to review by the State Properties Review
Board;

1088 (17) To borrow money for the purpose of obtaining working capital;

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

1092 (19) To employ such assistants, agents and other employees as may 1093 be necessary or desirable to carry out its purposes in accordance with 1094 sections 12-563a, as amended by this act, and 12-800 to 12-818, inclusive, 1095 and section 4 and sections 6 to 8, inclusive, of this act, to fix their 1096 compensation and, subject to the provisions of subsections (e) and (f) of 1097 section 12-802, establish all necessary and appropriate personnel 1098 practices and policies; to engage consultants, accountants, attorneys and 1099 financial and other independent professionals as may be necessary or 1100 desirable to assist the corporation in performing its purposes in 1101 accordance with sections 12-563a, as amended by this act, and 12-800 to 1102 12-818, inclusive, and section 4 and sections 6 to 8, inclusive, of this act;

1103 (20) To make and enter into all contracts and agreements necessary 1104 or incidental to the performance of its duties and the execution of its 1105 powers under sections 12-563a, as amended by this act, and 12-800 to 1106 12-818, inclusive, and section 4 and sections 6 to 8, inclusive, of this act;

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

(22) Subject to the approval of the board and to the requirement to
remit excess lottery funds to the General Fund as set forth in section 12812, <u>as amended by this act</u>, to invest any funds not needed for
immediate use or disbursement, including any funds held in approved

reserve accounts, in investments permitted by sections 3-20 and 3-27afor the proceeds of state bonds;

(23) To procure insurance against any loss in connection with itsproperty and other assets in such amounts and from such insurers as itdeems desirable;

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

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

1126 (26) To account for and audit funds of the corporation;

1127 (27) To pay or provide for payment from operating revenues all 1128 expenses, costs and obligations incurred by the corporation in the 1129 exercise of the powers of the corporation under sections 12-563a, as 1130 <u>amended by this act</u>, and 12-800 to 12-818, inclusive, and section 4 and 1131 <u>sections 6 to 8, inclusive, of this act</u>; [and]

(28) To operate retail sports wagering at up to fifteen facilities located
 throughout the state and one skin for online sports wagering pursuant
 to the provisions of section 4 and sections 6 to 8, inclusive, of this act;
 and

[(28)] (29) To exercise any powers necessary to carry out the purposes
of sections 12-563a, as amended by this act, and 12-800 to 12-818,
inclusive, and section 4 and sections 6 to 8, inclusive, of this act.

1139 Sec. 18. Section 12-806a of the general statutes is repealed and the 1140 following is substituted in lieu thereof (*Effective July 1, 2021*):

As used in this section, "procedure" has the same meaning as 1141 1142 "procedure", as defined in subdivision (2) of section 1-120. The 1143 Department of Consumer Protection shall, for the purposes of section 1144 12-568a, subsection (c) of section 12-574, sections 12-802a and 12-815a, 1145 sections 4 and sections 6 to 8, inclusive, of this act and this section, 1146 regulate the activities of the Connecticut Lottery Corporation to assure the integrity of the state lottery, retail sports wagering and online sports 1147 wagering. In addition to the requirements of the provisions of chapter 1148 1149 12 and notwithstanding the provisions of section 12-806, as amended by 1150 this act, the Connecticut Lottery Corporation shall, prior to 1151 implementing any procedure designed to assure the integrity of the 1152 state lottery, retail sports wagering or online sports wagering, obtain the 1153 written approval of the Commissioner of Consumer Protection in 1154 accordance with regulations adopted under section 12-568a.

1155 Sec. 19. Section 12-810 of the general statutes is repealed and the 1156 following is substituted in lieu thereof (*Effective July 1, 2021*):

1157 (a) The Freedom of Information Act, as defined in section 1-200, shall apply to all actions, meetings and records of the corporation, except (1) 1158 1159 where otherwise limited by subsection (c) of this section as to new 1160 lottery games and serial numbers of unclaimed lottery tickets, [and] (2) 1161 with respect to financial, credit and proprietary information submitted 1162 by any person to the corporation in connection with any proposal to 1163 provide goods, services or professional advice to the corporation as 1164 provided in section 12-815, as amended by this act, and (3) where 1165 otherwise limited by subsection (d) of this section as to information 1166 submitted by any person to the corporation regarding such person's 1167 participation in the corporation's voluntary self-exclusion process 1168 established pursuant to subparagraph (F) of subdivision (4) of 1169 subsection (a) of section 4 of this act.

(b) The records of proceedings as provided in subsection (a) of section
12-805 shall be subject to disclosure pursuant to the provisions of
subsection (a) of section 1-210.

1173 (c) Any new lottery game and the procedures for such game, until the 1174 game is publicly announced by the corporation, and any serial number 1175 of an unclaimed lottery ticket shall not be deemed public records, as 1176 defined in section 1-200, and shall not be available to the public under 1177 the provisions of section 1-210. The president shall submit a fiscal note 1178 prepared by the corporation with respect to the procedures for a new 1179 lottery game to the joint standing committees of the General Assembly 1180 having cognizance of matters relating to finance, revenue, bonding and 1181 public safety after approval of such game by the board.

1182 (d) The name and any personally identifying information of a person 1183 who is participating or who has participated in the corporation's 1184 voluntary self-exclusion process shall not be deemed public records, as 1185 defined in section 1-200, and shall not be available to the public under 1186 the provisions of the Freedom of Information Act, as defined in section 1-200, except that the president may disclose the name and any relevant 1187 1188 records of such person, other than records regarding such person's 1189 participation in the voluntary self-exclusion process, if such person 1190 claims a winning lottery ticket from the use of the online lottery 1191 program established pursuant to subdivision (4) of subsection (a) of 1192 section 4 of this act.

1193 Sec. 20. Section 12-811 of the general statutes is repealed and the 1194 following is substituted in lieu thereof (*Effective July 1, 2021*):

(a) The president and all directors, officers and employees of thecorporation shall be state employees for purposes of sections 1-79 to 1-89, inclusive.

(b) No director, officer or employee of the corporation shall, directly
or indirectly, participate in, or share in the winnings from, a game
conducted pursuant to sections 12-563a, as amended by this act, [and]
1201 12-800 to 12-818, inclusive, section 4 of this act or sections 6 to 8,
inclusive, of this act.

1203 Sec. 21. Section 12-815 of the general statutes is repealed and the

1204 following is substituted in lieu thereof (*Effective July 1, 2021*):

1205 (a) (1) The corporation shall establish and adopt specific policies, 1206 rules and procedures on purchasing and contracting. Such policies, 1207 rules and procedures or amendments thereto shall be approved by a 1208 two-thirds vote of the entire board. Notwithstanding any other 1209 provision of law to the contrary, the corporation may enter into 1210 management, consulting and other agreements for the provision of 1211 goods, services and professional advisors necessary or useful in 1212 connection with the operation and management of the lottery [(1)] (A) 1213 pursuant to a process of open or competitive bidding, provided [(A)] (i) 1214 the corporation shall first determine the format, content and scope of 1215 any agreement for any procurement of goods or services, the conditions 1216 under which bidding will take place and the schedule and stipulations 1217 for contract award, and [(B)] (ii) the corporation may select the 1218 contractor deemed to have submitted the most favorable bid, 1219 considering price and other factors, when, in the judgment of the 1220 corporation, such award is in the best interests of the corporation, or 1221 [(2)] (B) if the corporation, in its discretion, determines that, due to the 1222 nature of the agreement to be contracted for or procured, open or public 1223 bidding is either impracticable or not in the best interests of the 1224 corporation, by negotiation with such prospective providers as the 1225 corporation may determine. The terms and conditions of agreements 1226 and the fees or other compensation to be paid to such persons shall be 1227 determined by the corporation. The agreements entered into by the 1228 corporation in accordance with the provisions of this section shall not 1229 be subject to the approval of any state department, office or agency, 1230 except as provided in regulations adopted by the Department of 1231 Consumer Protection. Nothing in this section shall be deemed to restrict 1232 the discretion of the corporation to utilize its own staff and workforce 1233 for the performance of any of its assigned responsibilities and functions 1234 whenever, in the discretion of the corporation, it becomes necessary, 1235 convenient or desirable to do so. Copies of all agreements of the 1236 corporation shall be maintained by the corporation at its offices as public 1237 records, subject to said exemption.

1238 (2) The corporation may enter into agreements pursuant to 1239 subdivision (1) of this subsection with vendors for the provision of 1240 services for a skin for online sports wagering, provided such services 1241 (A) are not branded along with an operator of a casino that operates in 1242 any jurisdiction, and (B) do not directly or indirectly promote a casino 1243 that operates in another jurisdiction, including through awarding of 1244 players' points, free play, promotions or other marketing activities. If the 1245 corporation enters an agreement with a vendor that is owned by an 1246 operator of a casino in any jurisdiction, the vendor may not share any 1247 customer information with such operator for purposes of marketing or 1248 any other purposes related to acquiring customers.

1249 (b) The corporation shall not be subject to rules, regulations or 1250 restrictions on purchasing or procurement or the disposition of assets 1251 generally applicable to Connecticut state agencies, including those 1252 contained in titles 4a and 4b and the corresponding rules and 1253 regulations. The board shall adopt rules and procedures on purchasing, 1254 procurement and the disposition of assets applicable to the corporation. 1255 The adoption of such rules or procedures shall not be subject to chapter 1256 54. Any such rules or procedures shall be a public record, as defined in 1257 section 1-200.

1258 Sec. 22. Section 12-816 of the general statutes is repealed and the 1259 following is substituted in lieu thereof (*Effective July 1, 2021*):

1260 The exercise of the powers granted by sections 1-120, 1-121, 1-125, 12-1261 563, 12-563a, as amended by this act, 12-564, 12-566, 12-568a and 12-569, 1262 subsection (c) of section 12-574, [and] sections 12-800 to 12-818, 1263 inclusive, and section 4 and sections 6 to 8, inclusive, of this act 1264 constitute the performance of an essential governmental function and 1265 all operations of the corporation shall be free from any form of federal 1266 or state taxation. In addition, except pursuant to any federal 1267 requirements, the corporation shall not be required to pay any taxes or 1268 assessments upon or in respect to sales of lottery tickets, or any property 1269 or moneys of the corporation, levied by the state or any political 1270 subdivision or municipal taxing authority. The corporation and its

assets, property and revenues shall at all times be free from taxation ofevery kind by the state and by the municipalities and all other political

- 1273 subdivisions or special districts having taxing powers in the state.
- 1274 Sec. 23. Section 12-561 of the general statutes is repealed and the 1275 following is substituted in lieu thereof (*Effective July 1, 2021*):

1276 No commissioner or unit head or employee of the department shall 1277 directly or indirectly, individually or as a member of a partnership or as 1278 a shareholder of a corporation, have any interest whatsoever in dealing 1279 in any lottery, racing, fronton, or betting enterprise or casino gaming 1280 facility or in the ownership or leasing of any property or premises used 1281 by or for any lottery, racing, fronton, or betting enterprise or casino 1282 gaming facility. No commissioner or unit head shall, directly or 1283 indirectly, (1) wager at any off-track betting facility, race track or fronton 1284 authorized under this chapter, (2) purchase lottery tickets issued under 1285 this chapter, [or] (3) play [, directly or indirectly,] any authorized game 1286 conducted at a casino gaming facility, (4) place a sports wager, as 1287 defined in section 1 of this act, or (5) participate in online casino gaming, as defined in section 1 of this act. The commissioner may adopt 1288 1289 regulations in accordance with the provisions of chapter 54 to prohibit 1290 any employee of the department from engaging, directly or indirectly, 1291 in any form of legalized gambling activity in which such employee is 1292 involved because of his or her employment with the department. For 1293 purposes of this section, "unit head" means a managerial employee with 1294 direct oversight of a legalized gambling activity.

1295 Sec. 24. Section 12-563a of the general statutes is repealed and the 1296 following is substituted in lieu thereof (*Effective July 1, 2021*):

1297 The Commissioner of Consumer Protection shall, within available 1298 resources, prepare and distribute informational materials designed to 1299 inform the public of the programs available for the prevention, 1300 treatment and rehabilitation of compulsive gamblers in this state. The 1301 commissioner shall require any casino gaming facility and any person 1302 or business organization which is licensed to sell lottery tickets, operate an off-track betting system or conduct wagering on racing events or jai
alai games, or conduct retail sports wagering to display such
informational materials at the casino gaming facility and each licensed
premise or retail sports wagering facility, respectively.

1307 Sec. 25. Section 52-553 of the general statutes is repealed and the 1308 following is substituted in lieu thereof (*Effective July 1, 2021*):

1309 All wagers, and all contracts and securities of which the whole or any 1310 part of the consideration is money or other valuable thing won, laid or 1311 bet, at any game, horse race, sport or pastime, and all contracts to repay 1312 any money knowingly lent at the time and place of such game, race, 1313 sport or pastime, to any person so gaming, betting or wagering, or to 1314 repay any money lent to any person who, at such time and place, so 1315 pays, bets or wagers, shall be void, provided nothing in this section shall 1316 (1) affect the validity of any negotiable instrument held by any person 1317 who acquired the same for value and in good faith without notice of 1318 illegality in the consideration, (2) apply to the sale of a raffle ticket 1319 pursuant to section 7-172, (3) apply to online casino gaming, online sports wagering and retail sports wagering, as such terms are defined 1320 in section 1 of this act, and conducted pursuant to sections 3 to 7, 1321 1322 inclusive, of this act, as applicable, (4) apply to the participation in the 1323 program established by the Connecticut Lottery Corporation pursuant 1324 to section 4 of this act to sell lottery tickets for lottery draw games 1325 through the corporation's Internet web site, online service or mobile 1326 application, or [(3)] (5) apply to any wager or contract otherwise 1327 authorized by law.

1328 Sec. 26. Section 52-554 of the general statutes is repealed and the 1329 following is substituted in lieu thereof (*Effective July 1, 2021*):

Any person who, by playing at any game, or betting on the sides or hands of such as play at any game, excluding any game permitted under chapter 226 or any activity not prohibited under the provisions of sections 53-278a to 53-278g, inclusive, <u>as amended by this act</u>, loses the sum or value of one dollar in the whole and pays or delivers the same 1335 or any part thereof, may, within three months next following, recover 1336 from the winner the money or the value of the goods so lost and paid or 1337 delivered, with costs of suit in a civil action, without setting forth the 1338 special matter in his complaint. If the defendant refuses to testify, if 1339 called upon in such action, relative to the discovery of the property so 1340 won, [he] the defendant shall be defaulted; but no evidence so given by 1341 [him] the defendant shall be offered against him or her in any criminal 1342 prosecution. Nothing in this section shall prohibit any person from 1343 using a credit card to participate in (1) online casino gaming, online 1344 sports wagering and retail sports wagering, as such terms are defined 1345 in section 1 of this act, and conducted pursuant to sections 3 to 7, 1346 inclusive, of this act, as applicable, or (2) the program established by the 1347 Connecticut Lottery Corporation pursuant to section 4 of this act to sell 1348 lottery tickets for lottery draw games through the corporation's Internet 1349 web site, online service or mobile application.

Sec. 27. Subdivision (2) of section 53-278a of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective July 1*,
2021):

1353 (2) "Gambling" means risking any money, credit, deposit or other 1354 thing of value for gain contingent in whole or in part upon lot, chance 1355 or the operation of a gambling device, including the playing of a casino 1356 gambling game such as blackjack, poker, craps, roulette or a slot 1357 machine, but does not include: Legal contests of skill, speed, strength or 1358 endurance in which awards are made only to entrants or the owners of 1359 entries; legal business transactions which are valid under the law of 1360 contracts; activity legal under the provisions of sections 7-169 to 7-186, 1361 inclusive; any lottery or contest conducted by or under the authority of 1362 any state of the United States, Commonwealth of Puerto Rico or any 1363 possession or territory of the United States; and other acts or 1364 transactions expressly authorized by law on or after October 1, 1973. Fantasy contests, as defined in section 12-578aa, as amended by this act, 1365 1366 shall not be considered gambling, provided the conditions set forth in 1367 subsection (b) of section 12-578aa, as amended by this act, have been met

1368	and the operator of such contests is [registered] licensed pursuant to
1369	[subdivision (1) of subsection (d) of] section 12-578aa, as amended by
1370	this act. Online casino gaming, online sports wagering and retail sports
1371	wagering, as such terms are defined in section 1 of this act, shall not be
1372	considered gambling if the online casino gaming, online sports
1373	wagering or retail sports wagering is conducted pursuant to sections 3
1374	to 7, inclusive, of this act;

Sec. 28. Subdivision (4) of section 53-278a of the general statutes is
repealed and the following is substituted in lieu thereof (*Effective July 1*,
2021):

1378 (4) "Gambling device" means any device or mechanism by the 1379 operation of which a right to money, credits, deposits or other things of 1380 value may be created, as the result of the operation of an element of 1381 chance; any device or mechanism which, when operated for a 1382 consideration, does not return the same value or thing of value for the 1383 same consideration upon each operation thereof; any device, 1384 mechanism, furniture or fixture designed primarily for use in 1385 connection with professional gambling; and any subassembly or 1386 essential part designed or intended for use in connection with any such 1387 device, mechanism, furniture, fixture, construction or installation, 1388 provided an immediate and unrecorded right of replay mechanically 1389 conferred on players of pinball machines and similar amusement 1390 devices shall be presumed to be without value. "Gambling device" does 1391 not include a crane game machine or device or a redemption machine. 1392 A device or equipment used to play fantasy contests, as defined in 1393 section 12-578aa, as amended by this act, shall not be considered a 1394 gambling device, provided [the conditions set forth in subsection (b) of 1395 section 12-578aa have been met] such device or equipment is used by a 1396 licensee pursuant to section 12-578aa, as amended by this act. A device 1397 or equipment used to participate in online casino gaming, online sports wagering or retail sports wagering, as such terms are defined in section 1398 1399 1 of this act, shall not be considered a gambling device if the conditions 1400 set forth in sections 3 to 7, inclusive, of this act, as applicable, have been

1401 <u>met</u>;

1402 Sec. 29. Section 53-278g of the general statutes is repealed and the 1403 following is substituted in lieu thereof (*Effective July 1, 2021*):

1404 (a) Nothing in sections 53-278a to 53-278f, inclusive, as amended by 1405 this act, shall be construed to prohibit the publication of an 1406 advertisement of, or the operation of, or participation in, a state lottery, 1407 pari-mutuel betting at race tracks licensed by the state, off-track betting 1408 conducted by the state or a licensee authorized to operate the off-track 1409 betting system, authorized games at a casino gaming facility, online 1410 casino gaming, online sports wagering and retail sports wagering, as 1411 authorized by sections 3 to 7, inclusive, of this act, a promotional 1412 drawing for a prize or prizes, conducted for advertising purposes by 1413 any person, firm or corporation other than a retail grocer or retail 1414 grocery chain, wherein members of the general public may participate 1415 without making any purchase or otherwise paying or risking credit, 1416 money, or any other tangible thing of value or a sweepstakes conducted 1417 pursuant to sections 42-295 to 42-301, inclusive.

1418 (b) The Mashantucket Pequot [tribe] Tribe and the Mohegan Tribe of 1419 Indians of Connecticut, or their agents, may use and possess at any 1420 location within the state, solely for the purpose of training individuals 1421 in skills required for employment by the tribe or testing a gambling 1422 device, any gambling device which the tribes are authorized to utilize 1423 on their reservations pursuant to the federal Indian Gaming Regulatory 1424 Act; provided no money or other thing of value shall be paid to any 1425 person as a result of the operation of such gambling device in the course 1426 of such training or testing at locations outside of the reservation of the 1427 tribe. Any person receiving such training or testing such device may use 1428 any such device in the course of such training or testing. Whenever 1429 either of said tribes intends to use and possess at any location within the 1430 state any such gambling device for the purpose of testing such device, 1431 the tribe shall give prior notice of such testing to the Department of 1432 Consumer Protection.

1433 (c) Any casino gaming facility, or its agents, may use and possess at 1434 any location within the state, solely for the purpose of training 1435 individuals in skills required for employment by the casino gaming facility or testing a gambling device, any gambling device which the 1436 casino gaming facility may use for conducting authorized games at the 1437 1438 casino gaming facility, provided no money or other thing of value shall 1439 be paid to any person as a result of the operation of such gambling 1440 device in the course of such training or testing at locations outside of the 1441 casino gaming facility. Any person receiving such training or testing 1442 such device may use any such device in the course of such training or 1443 testing. Whenever a casino gaming facility intends to use and possess at 1444 any location within the state any such gambling device for the purpose 1445 of testing such device, the casino gambling facility shall give prior notice 1446 of such testing to the Department of Consumer Protection.

1447 Sec. 30. (Effective July 1, 2021) Notwithstanding the provisions of 1448 section 1-3 of the general statutes, if any provision of sections 1 to 10, 1449 inclusive, of this act, or any amendment made to the provisions of the 1450 general statutes pursuant to this act, except for those provisions 1451 regarding keno and the sale of lottery tickets for lottery draw games 1452 through the corporation's Internet web site, online service or mobile 1453 application, is held invalid by a court of competent jurisdiction in a final 1454 judgment which is not appealable, (1) the provisions of sections 1 to 10, 1455 inclusive, of this act shall cease to be effective, except for those 1456 provisions regarding keno and the sale of lottery tickets for lottery draw 1457 games through the corporation's Internet web site, online service or 1458 mobile application, and (2) the amendments made to the provisions of 1459 the sections of the general statutes pursuant to this act shall be 1460 inoperative, except for those provisions regarding keno and the sale of 1461 lottery tickets for lottery draw games through the corporation's Internet 1462 web site, online service or mobile application.

Sec. 31. Section 12-565a of the general statutes is repealed. (*EffectiveJuly 1, 2021*)

This act sha sections:	all take effect as follow	ws and shall amend the following
Section 1	July 1, 2021	New section
Sec. 2	July 1, 2021	New section
Sec. 3	July 1, 2021	New section
Sec. 4	July 1, 2021	New section
Sec. 5	July 1, 2021	New section
Sec. 6	July 1, 2021	New section
Sec. 7	July 1, 2021	New section
Sec. 8	July 1, 2021	New section
Sec. 9	July 1, 2021	New section
Sec. 10	July 1, 2021	New section
Sec. 11	July 1, 2021	12-586f
Sec. 12	July 1, 2021	12-586g
Sec. 13	July 1, 2021	12-578aa
Sec. 14	July 1, 2021	12-578f
Sec. 15	July 1, 2021	12-806c
Sec. 16	July 1, 2021	12-801
Sec. 17	July 1, 2021	12-806
Sec. 18	July 1, 2021	12-806a
Sec. 19	July 1, 2021	12-810
Sec. 20	July 1, 2021	12-811
Sec. 21	July 1, 2021	12-815
Sec. 22	July 1, 2021	12-816
Sec. 23	July 1, 2021	12-561
Sec. 24	July 1, 2021	12-563a
Sec. 25	July 1, 2021	52-553
Sec. 26	July 1, 2021	52-554
Sec. 27	July 1, 2021	53-278a(2)
Sec. 28	July 1, 2021	53-278a(4)
Sec. 29	July 1, 2021	53-278g
Sec. 30	July 1, 2021	New section
Sec. 31	July 1, 2021	Repealer section

This act shall take effect as follows and shall amend the following

PS Joint Favorable Subst.

Joint Favorable FIN