## SENATE BILL NO. 906

## 101ST GENERAL ASSEMBLY

INTRODUCED BY SENATOR HOSKINS.

4335S.01I

ADRIANE D. CROUSE, Secretary

## **AN ACT**

To repeal sections 313.230, 313.255, 313.800, and 572.015, RSMo, and to enact in lieu thereof twenty-six new sections relating to gaming, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 313.230, 313.255, 313.800, and

- 2 572.015, RSMo, are repealed and twenty-six new sections enacted
- 3 in lieu thereof, to be known as sections 313.230, 313.255,
- 4 313.425, 313.427, 313.429, 313.431, 313.433, 313.434, 313.435,
- 5 313.437, 313.800, 313.1000, 313.1002, 313.1003, 313.1004,
- 6 313.1006, 313.1008, 313.1010, 313.1012, 313.1014, 313.1016,
- 7 313.1018, 313.1021, 313.1022, 313.1024, and 572.015, to read as
- 8 follows:

313.230. The commission shall:

- 2 (1) Issue rules and regulations concerning the
- 3 operation of the Missouri state lottery. The rules and
- 4 regulations shall include, but shall not be limited to, the
- 5 following:
- 6 (a) The type of lottery to be conducted, [except no
- 7 lottery may use any coin- or token-operated amusement device
- 8 and no lottery game shall be based in any form on the
- 9 outcome of sporting events. However, it shall be legal to]
- 10 including the use of clerk- or player-activated terminals[,
- 11 which are coin- or currency-operated, ] to conduct lottery
- 12 games, to offer electronic lottery game plays, to print
- 13 lottery tickets, and to dispense lottery tickets. Lottery
- 14 games based on the outcome of a sporting event shall be
- 15 limited to "parlay games", which term shall mean a game in

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

which two or more teams are involved in determining the winning outcome of the game;

- 18 (b) The price, or prices, of tickets or shares
- 19 including electronically generated tickets or shares, in the
- 20 lottery;
- 21 (c) The numbers and sizes of the prizes on the winning
- 22 tickets or shares;
- 23 (d) The manner of selecting the winning tickets or
- 24 shares;
- 25 (e) The manner of payment of prizes to the holders of
- 26 winning tickets or shares;
- 27 (f) The frequency of the drawings or selections of
- 28 winning tickets or shares, without limitation;
- 29 (g) The types or numbers of locations at which tickets
- 30 or shares may be sold and the method to be used in selling
- 31 tickets or shares;
- 32 (h) The method to be used in selling tickets or shares;
- 33 (i) The licensing of lottery game retailers to sell
- 34 tickets or shares;
- 35 (j) The manner and amount of compensation, including
- 36 commissions, ticket discounts, incentives and any other
- 37 remuneration, to be paid to or retained by lottery game
- 38 retailers;
- 39 (k) The apportionment of the total revenues accruing
- 40 from the sale of lottery tickets or shares and from all
- 41 other sources among:
- 42 a. The payment of prizes to the holders of winning
- 43 tickets or shares;
- 44 b. The payment of costs incurred in the operation and
- 45 administration of the lottery, including the expenses of the
- 46 commission and the costs resulting from any contract or
- 47 contracts entered into for promotional, advertising or

operational services or for the purchase or lease of lottery equipment and materials;

- 50 c. For the repayment to the general revenue fund of
  51 any amount appropriated for initial start-up of the lottery;
  52 and
- d. For timely transfer to the state lottery fund asprovided by law;
  - (1) Such other matters necessary or desirable for the efficient and economical operation and administration of the lottery and for the convenience of the purchasers of tickets or shares and the holders of winning tickets or shares. The commission may disburse money for payment of lottery prizes;
  - (2) Amend, repeal, or supplement any such rules and regulations from time to time as it deems necessary or desirable;
  - (3) Advise and make recommendations to the director regarding the operation and administration of the lottery;
  - (4) Report quarterly to the governor and the general assembly the total lottery revenues, prize disbursements and other expenses for the preceding quarter, and to make an annual report, which shall include a full and complete statement of lottery revenues, prize disbursements and other expenses, to the governor and the general assembly, and including such recommendations for changes in sections 313.200 to 313.350 as it deems necessary or desirable;
- 73 (5) Report to the governor and general assembly any
  74 matters which shall require immediate changes in the laws of
  75 this state in order to prevent abuses and evasions of
  76 sections 313.200 to 313.350 or rules and regulations
  77 promulgated thereunder or to rectify undesirable conditions
  78 in connection with the administration or operation of the
  79 lottery;

80 (6) Carry on a continuous study and investigation of 81 the lottery throughout the state and to make a continuous 82 study and investigation of the operation and the administration of similar laws which may be in effect in 83 other states or countries, any literature on the subject 84 which from time to time may be published or available, any 85 86 federal laws which may affect the operation of the lottery, 87 and the reaction of Missouri citizens to existing and potential features of the lottery with a view to 88 89 recommending or effecting changes that will tend to serve 90 the purposes of sections 313.200 to 313.350; 91 Ensure that all employees of the state lottery commission hired after July 12, 1990, shall not be related 92 to any member of the state lottery commission or any 93 employee of the state lottery commission within the third 94 95 degree of consanguinity or affinity. 313.255. 1. The director shall issue, suspend, revoke, and renew licenses for lottery game retailers 2 3 pursuant to rules and regulations adopted by the commission. Such rules shall specify that at least ten 4 5 percent of all licenses awarded to lottery game retailers in 6 constitutional charter cities not within a county and 7 constitutional charter cities with a population of at least 8 four hundred fifty thousand not located wholly within a 9 county of the first class with a charter form of government 10 shall be awarded to minority-owned and -controlled business 11 enterprises. Licensing rules and regulations shall include requirements relating to the financial responsibility of the 12 licensee, the accessibility of the licensee's place of 13 business or activity to the public, the sufficiency of 14 existing licenses to serve the public interest, the volume 15 of expected sales, the security and efficient operation of 16

- 17 the lottery, and other matters necessary to protect the
- 18 public interest and trust in the lottery and to further the
- 19 sales of lottery tickets or shares. Lottery game retailers
- 20 shall be selected without regard to political affiliation.
- 2. (1) The commission may sell lottery tickets at its
- 22 office and at special events.
- 23 (2) The commission may authorize the placement of pull-
- 24 tab machines, in substantially the same form as such pull-
- 25 tab machines are authorized as of August 28, 2022, in any
- video lottery game retailer, as such term is defined in
- 27 section 313.427. Beginning January 1, 2024, the commission
- 28 may authorize the use of pull-tab machines that utilize
- 29 electronically generated ticket facsimiles where game plays
- 30 are pre-determined from a finite pool of ticket results.
- 31 3. The commission shall require every retailer to post
- 32 a bond, a bonding fee or a letter of credit in such amount
- as may be required by the commission, and upon licensure
- 34 shall prominently display his license, or a copy thereof, as
- 35 provided in the rules and regulations of the commission.
- 4. All licenses for lottery game retailers shall
- 37 specify the place such sales shall take place.
- 38 5. A lottery game retailer license shall not be
- 39 assignable or transferable.
- 40 6. A license shall be revoked upon a finding that the
- 41 licensee:
- 42 (1) Has knowingly provided false or misleading
- 43 information to the commission or its employees;
- 44 (2) Has been convicted of any felony; or
- 45 (3) Has endangered the security of the lottery.
- 46 7. A license may be suspended, revoked, or not renewed
- 47 for any of the following causes:
- 48 (1) A change of business location;

- 49 (2) An insufficient sales volume;
- 50 (3) A delinquency in remitting money owed to the
- 51 lottery; or
- 52 (4) Any violation of any rule or regulation adopted
- 53 pursuant to this section by the commission.
  - 313.425. Sections 313.425 to 313.437 shall be known
- and may be cited as the "Missouri Video Lottery Control Act"
- 3 and shall establish the regulatory framework for the use of
- 4 player-activated video terminals for the conduct of lottery
- 5 games.
  - 313.427. As used in sections 313.425 to 313.437, the
- 2 following words and phrases shall mean:
- 3 (1) "Bar", a business registered to do business in the
- 4 state of Missouri that maintains a license issued pursuant
- 5 to chapter 311 to sell liquor at retail for onsite
- 6 consumption;
- 7 (2) "Centralized computer system", a computerized
- 8 system developed or procured by the commission that video
- 9 lottery game terminals are connected to using standard
- 10 industry protocols that can activate or deactivate a
- 11 particular video lottery game terminal from a remote
- 12 location, and that is capable of monitoring and auditing
- 13 video lottery game plays;
- 14 (3) "Commission" or "lottery commission", the five-
- 15 member body appointed by the governor to manage and oversee
- 16 the lottery under section 313.215;
- 17 (4) "Director", the director of the commission;
- 18 (5) "Fraternal organization", any organization within
- 19 this state operating under the lodge system which exists for
- 20 the common benefit, brotherhood, or other interest of its
- 21 members, except college fraternities and sororities, of
- 22 which no part of the net earnings inures to the benefit of

any private shareholder or any individual member of such organization, which has been exempted from the payment of federal income tax, and which derives its charter from a national fraternal organization which regularly meets;

- (6) "Sales agent", any person who, directly or indirectly, solicits, procures, or negotiates a contract between or on behalf of a video lottery game retailer or a video lottery game operator for the placement and operation of a video lottery game terminal;
- (7) "Truck stop", a location that provides parking and is equipped for fueling commercial vehicles, that has sold on average ten thousand gallons of diesel or biodiesel fuel each month for the previous twelve months or is projected to sell an average of ten thousand gallons of diesel or biodiesel fuel each month for the next twelve months, that is situated on two acres or more of land that operates a convenience store and that obtains and maintains a lottery game retailer license issued by the commission to offer lottery games played on video lottery game terminals;
- (8) "Veterans' organization", a post or organization of veterans, or an auxiliary unit or society of, or a trust or foundation for, any such post or organization organized in the United States or any of its possessions in which at least seventy-five percent of the members are veterans of the United States Armed Forces and substantially all of the other members are individuals who are veterans or are cadets, or are spouses, widows or widowers of war veterans of such individuals, in which no part of the net earnings inures to the benefit of any private shareholder or individual, and which has been exempted from payment of federal income taxes;

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(9) "Video lottery game", any lottery game approved by
the commission for play on an approved video lottery game
terminal;

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- 57 (10) "Video lottery game adjusted gross receipts", the 58 total of cash or cash equivalents used for the play of a 59 video lottery game on a video lottery game terminal minus 60 cash or cash equivalent paid to players as a result of 61 playing video lottery games on a video lottery game terminal;
- 62 (11) "Video lottery game handler", a person employed 63 by a licensed video lottery game operator and who is 64 licensed by the commission to handle, place, operate, and 65 service video lottery game terminals and associated 66 equipment;
- 67 (12)"Video lottery game manufacturer" or 68 "distributor", any person licensed by the commission that 69 manufactures video lottery game terminals or major parts and 70 components for video lottery game terminals as approved by 71 the lottery commission for sale to licensed video lottery 72 game operators, or a person licensed by the commission to 73 distribute or service video lottery game terminals or major 74 parts and components of video lottery game terminals 75 including buying, selling, leasing, renting, or financing 76 new, used, or refurbished video lottery game terminals to 77 and from licensed video lottery game manufacturers and 78 licensed video lottery game operators;
  - (13) "Video lottery game operator", a person licensed by the commission that owns, rents, or leases and services or maintains video lottery game terminals for placement in licensed video lottery game retailer establishments;
  - (14) "Video lottery game retailer", a retail establishment possessing a video lottery game retailer license under section 313.255, that also secures and

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maintains a license to conduct video lottery games played on a video lottery game terminal or terminals and that is a fraternal organization, veterans organization, bar, or truck

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- (15)"Video lottery game terminal", a player-activated terminal that exchanges coins, currency, tickets, ticket vouchers, or electronic payment methods approved by the commission for credit on such terminal used to play video lottery games approved by the commission. Such video lottery game terminals shall use a video display and may use a microprocessor capable of randomly generating the outcome of such video lottery games and be capable of printing and issuing a ticket at the conclusion of any video lottery game play that may be redeemed at a video lottery game ticket redemption terminal or may be reinserted into a video lottery game terminal at the retail establishment where it was printed for video lottery game credit and game plays. All video lottery games approved by the commission for play on a video lottery game terminal shall have a minimum theoretical payout of eighty-five percent. The term "video lottery game terminal" shall not include any pull-tab machine approved by the commission;
  - (16) "Video lottery game terminal credit", one cent, five cents, ten cents, or twenty-five cents either won or purchased by a player on a video lottery game terminal that may be used to play video lottery games and that may be converted into a video lottery game ticket;
- 113 (17) "Video lottery game ticket" or "ticket", a 114 document printed or electronically created at the conclusion 115 of any video lottery game play or group of plays on a video 116 lottery game terminal that is redeemable for cash utilizing 117 a video lottery game ticket redemption terminal or that may

- 118 be reinserted into a video lottery game terminal in the
- 119 establishment from which such ticket is issued for video
- 120 lottery game terminal credit;
- 121 (18) "Video lottery game ticket redemption terminal",
- 122 the collective hardware, software, communications
- 123 technology, and other ancillary equipment used to facilitate
- 124 the payment of tickets cashed out by players as a result of
- 125 playing a video lottery game terminal.
  - 313.429. 1. The commission shall implement a system
  - 2 of video lottery game terminals utilizing a licensing
  - 3 structure for processing license applications and issuing
  - 4 licenses to video lottery game manufacturers, video lottery
  - 5 game distributors, video lottery game operators, video
  - 6 lottery game handlers, and video lottery game retailers for
  - 7 the conduct of lottery games utilizing video lottery game
  - 8 terminals within the state; except that, a person licensed
  - 9 **as a:**
  - 10 (1) Video lottery game manufacturer or a video lottery
- 11 game distributor shall not be issued a license as a video
- 12 lottery game operator or a video lottery game retailer;
- (2) Video lottery game operator shall not be issued a
- 14 license as a video lottery game manufacturer, a video
- 15 lottery game distributor, or a video lottery game retailer;
- 16 and
- 17 (3) Video lottery game retailer shall not be issued a
- 18 license as a video lottery game manufacturer, a video
- 19 lottery game distributor, or a video lottery game operator.
- 20 Nothing in this subsection shall prevent a video lottery
- 21 game manufacturer and a video lottery game distributor from
- 22 providing and operating the centralized computer system for
- 23 monitoring video lottery game terminals.

- 24 2. Under no circumstances shall the commission:
- 25 (1) Allow the placement of more than fifteen thousand 26 video lottery game terminals in the state;
- 27 (2) Authorize or allow a single vendor or licensee to 28 implement the system of video lottery game terminals created 29 under this section; or
- 30 (3) Allow a single licensed video lottery game
  31 operator to control or operate more than twenty-five percent
  32 of video lottery game terminals in the state after December
  33 31, 2030.
- The video lottery game system authorized by 34 3. 35 this section shall allow for multiple video lottery game manufacturers, video lottery game distributors, and video 36 37 lottery game operators to encourage private sector 38 investment and job opportunities for Missouri citizens. 39 Video lottery game terminals and video lottery game ticket 40 redemption terminals shall be connected to a centralized 41 computer system developed or procured by the commission. 42 The commission shall provide licensed video lottery game operators with the necessary protocols to connect the 43 44 operators' video lottery game terminal or terminals to the 45 centralized computer system after such terminal or terminals have been approved by the commission. No video lottery game 46 47 terminal or video lottery game ticket redemption terminal 48 shall be in operation unless connected to the centralized computer system after such terminal or terminals have been 49 50 approved by the commission. A vendor that provides the centralized computer system authorized under this subsection 51 shall not be eligible to be licensed as a video lottery game 52 53 operator or video lottery game retailer. The commission may 54 impose an initial nonrefundable license application fee to

55 cover the cost of investigating the background of the

- licensee, including a criminal background check, as follows:
- 57 (a) For video lottery game manufacturers, video
- 58 lottery game distributors, and video lottery game operators,
- on more than twenty-five thousand dollars;
- (b) For sales agents, no more than one thousand
- 61 dollars;
- 62 (c) For video lottery game retailer establishments, no
- 63 more than five hundred dollars; or
- 64 (d) For video lottery game handlers, no more than one
- 65 hundred dollars.
- 66 (2) The initial license shall be for a period of two
- 67 years. Thereafter, license renewal periods shall be four
- 68 years with the applicable renewal fee paid for each year of
- 69 such license renewal in advance. License renewal fees for
- 70 anyone licensed pursuant to this subsection, and subsequent
- 71 to the initial two-year period shall be as follows:
- 72 (a) Five thousand dollars for video lottery game
- 73 manufacturers, video lottery game distributors, and video
- 74 lottery game operators;
- 75 (b) Fifty dollars for video lottery game handlers; and
- 76 (c) Five hundred dollars for each video lottery game
- 77 retailer's establishment.
- 78 (3) In addition to the license fees required in
- 79 subdivisions (1) and (2) of this subsection, video lottery
- 80 game operators shall pay the commission an annual license
- 81 fee of two hundred dollars for each video lottery game
- 82 terminal placed in service. Such video lottery game
- 83 terminal license shall be renewed each year and cost two
- 84 hundred dollars. A license issued under this subsection is
- 85 nontransferable.

86 (4) Nothing in this subsection shall be construed to 87 relieve the licensee of the affirmative duty to notify the 88 commission of any change relating to the status of the 89 license or to any other information contained in the 90 application materials on file with the commission.

- 4. No license shall be issued to any person, and no person shall be allowed to serve as a sales agent, who has been convicted of a felony or a crime involving illegal gambling. Sales agents shall register with the commission, and shall not, directly or indirectly, solicit, procure, or negotiate any contract between or on behalf of a video lottery game retailer or a video lottery game operator for the placement and operation of a video lottery game terminal before registering with the commission. Any sales agent who violates the provisions of this subsection shall have such sales agent's registration revoked.
- 5. No license requirement, sticker fee, or tax shall be imposed by any local jurisdiction upon a video lottery game manufacturer, video lottery game distributor, video lottery game operator, video lottery game retailer, video lottery game handler, or video lottery game terminal or an establishment relating to the operation of video lottery games, video lottery game terminals, or associated equipment.
- 6. (1) Video lottery game terminals shall meet independent testing standards approved by the commission. Video lottery game terminal testing shall be performed under the supervision of the Missouri gaming commission authorized pursuant to section 313.004 or by one or more licensed independent test labs approved by the Missouri gaming commission. Video lottery game terminals shall be capable of printing a ticket redeemable for winning video lottery game plays. Such video lottery game terminals shall be

inspected and approved prior to being sold, leased, or

- 119 transferred.
- 120 (2) Licensed video lottery game manufacturers may buy,
- 121 sell, or lease new or refurbished video lottery game
- 122 terminals to and from licensed video lottery game
- 123 distributors.
- 124 (3) Licensed video lottery game distributors may buy,
- sell, or lease new or refurbished video lottery game
- 126 terminals to or from licensed video lottery game
- 127 manufacturers or licensed video lottery game operators.
- 7. (1) Licensed video lottery game operators:
- 129 (a) May buy, lease, or rent video lottery game
- 130 terminals from licensed video lottery game manufacturers,
- 131 operators, or distributors;
- 132 (b) May handle, place, and service video lottery game
- 133 terminals;
- 134 (c) Shall connect such video lottery game terminals
- and video lottery game ticket redemption terminals to the
- 136 centralized computer system approved by the commission; and
- 137 (d) Shall, notwithstanding the provisions of section
- 138 313.321 to the contrary, pay all video lottery game winnings
- 139 using a video lottery game ticket redemption terminal. Such
- 140 video lottery game ticket redemption terminal shall be
- 141 located within the video lottery game retailer's
- 142 establishment in direct proximity of where such video
- 143 lottery games are offered. Video lottery game operators
- 144 shall pay the commission thirty-two percent of any unclaimed
- 145 cash prize associated with a winning ticket that has not
- been redeemed within one hundred eighty days of issue.
- 147 Rents or leases for video lottery game terminals shall be
- 148 written at a flat rate and shall not include revenue

splitting as a method used in the calculation of the lease or rent.

Licensed video lottery game operators and licensed 151 (2) 152 video lottery game retailers shall enter into a written 153 agreement for the placement of video lottery game 154 terminals. The agreement shall be on a form approved by the commission and shall specify an equal division of adjusted 155 156 gross receipts, or, upon approval of the commission, a 157 negotiated division of adjusted gross receipts between the 158 video lottery game operator and the video lottery game 159 retailer after adjustments for taxes and administrative fees 160 are made. A video lottery game operator shall be responsible for remitting to the commission and the video 161 162 lottery game retailer its share of adjusted gross receipts. 163 Nothing in this subdivision shall prohibit a licensed video 164 lottery game operator from entering into an agreement with a 165 sales agent for retailer agreements provided such agreement is in writing and approved by the commission prior to 166 beginning sales activities and prior to the start date 167 168 established pursuant to section 313.431. Video lottery game 169 operators and their sales agents and affiliates and video 170 lottery game retailers are specifically prohibited from 171 offering anything of value, other than the percentage of 172 adjusted gross receipts provided under this subsection, 173 except that a video lottery game operator may provide up to 174 seven thousand five hundred dollars to a video lottery game retailer, with an equal amount provided by the video lottery 175 176 game retailer, for structural changes needed at the video 177 lottery game retailer's establishment to comply with the 178 provisions of subsection 9 of this section. A retailer 179 shall not enter into an agreement with a video lottery game 180 operator prior to the start date established by the director

pursuant to subdivision (4) of section 313.431 for the
initial or continued placement of video lottery game
terminals. Contract agreements entered into prior to the
start date established pursuant to section 313.431 between a
prospective video lottery game terminal operator or sales
agent with a prospective video lottery game retailer shall
be invalid.

- operators shall allow players to be self-excluded from video lottery game play. Operators shall provide the commission with a list of players that have elected to be excluded from video lottery game play within thirty days of such election and shall update such list periodically as required by the commission. Such self-excluded list shall be considered confidential information and shall not be released to the public. The commission shall issue such self-exclusion procedures by rule.
- (4) Nothing in this section shall be construed to prevent a video lottery game operator or a video lottery game retailer from using a player rewards system or electronic cashless payment system as approved by the commission. No player shall be required to enroll in a rewards program offered by a video lottery game operator or video lottery game retailer as a condition to play video lottery games.
  - 8. No licensed video lottery game operator shall:
- 207 (1) Offer video lottery game terminals that directly
  208 dispense anything of value except for tickets for winning
  209 plays. Tickets shall be dispensed by pressing the ticket
  210 dispensing button on the video lottery game terminal at the
  211 end of any video lottery game play. The ticket shall
  212 indicate the total amount of video lottery game terminal

credits and the cash award, the time of day in a twenty-four-213 214 hour format showing hours and minutes, the date, the 215 terminal serial number, the sequential number of the ticket, 216 and an encrypted validation number from which the validity of the prize may be determined. The cost of the video 217 218 lottery game terminal credits shall be one cent, five cents, ten cents, or twenty-five cents, and the maximum wager 219 220 played per video lottery game shall not exceed five dollars, 221 with the payoff for a winning maximum wager for a single 222 game play being no more than one thousand dollars. Any 223 state or federal tax reporting and withholding requirements 224 shall be satisfied by the video lottery game operator; Operate more than five video lottery game 225 (2) 226 terminals per location on the premises of a fraternal 227 organization, veterans organization, bar, or truck stop that 228 has secured and maintains a video lottery game retailer's 229 license. The operating location for any video lottery game terminal shall be approved by the commission prior to such 230 video lottery game terminals being placed. 231 The commission 232 may, at its sole discretion, deny such location pursuant to the provisions of sections 313.425 to 313.437 and to the 233 rules and regulations governing the placement of such 234 235 terminals; 236 (3) Advertise video lottery games outside of a 237 licensed video lottery game retailer's establishment through any media outlets or direct mail or telephone 238 solicitations. The advertising prohibition contained in 239 240 this subdivision shall apply to all licensees including, but 241 not limited to, video lottery game manufacturers, video 242 lottery game distributors, video lottery game operators, 243 video lottery game retailers, and video lottery game handlers. Any allowable advertising conducted at the video 244

lottery game retailer's establishment shall be at the sole expense of the video lottery game retailer, and shall be approved by the commission;

- 248 (4) Allow video lottery games to be played at any time 249 when the video lottery game retailer's establishment is 250 closed for business.
- 251 (1) A person under twenty-one years of age shall not play video lottery games, and such video lottery game 252 253 terminals shall be under the supervision of a person that is 254 at least twenty-one years of age to prevent persons under 255 twenty-one years of age from playing video lottery games. 256 Video lottery game terminals shall be placed in a fully enclosed room that is continually monitored by video 257 258 surveillance and where access to persons under twenty-one 259 years of age is denied by a procedure approved by the 260 commission. A warning sign shall be posted in a conspicuous 261 location where such video lottery game terminals are located, containing in red lettering at least one-half inch 262 high on a white background the following: 263
- 264 "YOU MUST BE AT LEAST 21 YEARS OF AGE TO PLAY
  265 VIDEO LOTTERY GAMES"

266 In addition to the placement and supervision requirements of 267 this subsection, a video lottery game operator shall provide 268 video surveillance in the immediate area of the video lottery game retailer's establishment where video lottery 269 270 game terminals are located. Recorded video from such 271 surveillance system shall be made available to the 272 commission upon request and shall be reviewed by video 273 lottery game operators as required by the commission for any 274 violation of law, rules, or regulations governing the

conduct of video lottery games. A video lottery game

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operator that fails to report any known violation of law, rules, or regulations governing the conduct of video lottery games in conformance with established commission procedures may be subject to an administrative fine not to exceed five thousand dollars. Any video lottery game retailer that fails to report any known violation of law, rules, or regulations governing the conduct of video lottery games in conformance with established commission procedures may be subject to an administrative fine not to exceed five thousand dollars. Video lottery game retailers shall provide an intrusion detection system capable of detecting unauthorized entrance of the video lottery game retailer's establishment during nonbusiness hours and shall report to the commission any unauthorized entrance of the video lottery game retailer's establishment. Such surveillance and intrusion detection system shall meet specifications as defined by the commission.

- (2) A video lottery game operator shall post a sign in a conspicuous location where such video lottery game terminals are located, containing in red lettering at least one-half inch high on a white background a telephone contact number (1-888-BETSOFF) for the problem gambling helpline.
- 10. (1) Video lottery game operators shall pay the commission thirty-six percent of the video lottery game adjusted gross receipts, which shall be deposited in the state lottery fund. The commission shall transfer, subject to appropriation, the amount received from the operator from the lottery fund to the lottery proceeds fund after administrative expenses equal to four percent of the video lottery game adjusted gross receipts are paid to the municipality where a licensed video lottery game retailer maintains an establishment licensed for the operation of

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video lottery game terminals, or if such licensed 308 309 establishment is not located within the corporate boundaries 310 of a municipality, then the county where such licensed establishment is located to reimburse such municipality or 311 county for administrative expenses, and any administrative 312 313 expenses for the commission that are not covered by reimbursements from operators are deducted. 314 Net proceeds 315 transferred to the lottery proceeds fund shall be 316 appropriated to public elementary and secondary education 317 and public institutions of higher education.

- Video lottery game operators shall retain the remainder of the video lottery game adjusted gross receipts, a portion of which shall be utilized to pay for administrative expenses which shall include the cost of the centralized computer system, which cost shall be paid by video lottery game operators in proportion to the number of video lottery game terminals operated. Fifty percent of the costs of the centralized computer system shall be apportioned by the video lottery game operator among video lottery game retailers to which it provides operations based on the number of video lottery game terminals located at the video lottery game retailer's establishment. The remainder of adjusted gross receipts retained by the video lottery game operator, after the cost of the centralized computer system and administrative costs are paid and apportioned, shall be divided equally between the video lottery game operator and video lottery game retailer as agreed under subdivision (2) of subsection 6 of this section.
- 11. All revenues received by the commission from license fees and any reimbursements associated with the administration of the provisions of sections 313.425 to 313.437, and all interest earned thereon, shall be

340 considered administrative expenses and shall be deposited in 341 the state lottery fund. Moneys deposited into the state 342 lottery fund from license fees and any reimbursements of 343 commission administrative expenses to administer sections 313.425 to 313.437 shall be considered administrative 344 345 expenses and shall not be considered net proceeds pursuant to Article III, Section 39(b) of the Missouri Constitution. 346 347 Subject to appropriation, up to one percent of such license 348 fees shall be deposited to the credit of the compulsive gamblers fund created under section 313.842. 349 The remainder 350 of the money deposited in the state lottery fund from video 351 lottery game license fees and any reimbursements of commission administrative expenses to enforce sections 352 313.425 to 313.437 shall, subject to appropriation, be used 353 354 for administrative expenses associated with supervising and enforcing the provisions of sections 313.425 to 313.437. 355 356 12. **(1)** The commission shall conduct background 357 investigations into applicants for any video lottery game The director may contract with a state law 358 license. 359 enforcement entity or the Missouri gaming commission to 360 assist in such background investigations or any investigation of a violation of sections 313.425 to 313.437. 361 362 Any violation of sections 313.425 to 313.437 shall 363 be reported by a licensee, Missouri lottery commission 364 staff, the Missouri gaming commission, or state agency or local law enforcement to the director for appropriate 365 disciplinary action, and shall refer any potential criminal 366 367 violation, with any evidence thereof, to the appropriate law enforcement agency. Any appeal of disciplinary action taken 368 369 shall be pursuant to rules and regulations adopted by the 370 commission and shall be consolidated with any appeal of 371 disciplinary action taken against any other license issued

by the commission to the same licensee. Upon a finding that a video lottery game licensee committed a violation of

374 sections 313.425 to 313.437, the director may impose an

375 administrative fine not to exceed five thousand dollars,

376 suspend the applicable license for up to thirty days, and,

in the case of a repeated knowing violation, revoke such

378 license for a period of one year.

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- 379 (3) Any such administrative fine, suspension, or 380 revocation upheld by the commission may be appealed by the 381 video lottery game licensee in a state court of competent 382 jurisdiction.
- 383 In addition to any other penalties provided by 13. 384 law, the possession or use of any video gaming terminal, 385 machine, or device capable of simulating lottery games, 386 games of chance, or gambling games, whether or not there is 387 an element of skill involved, that uses a video display and 388 microprocessor capable of randomly generating the outcome of such games in the possession of any video lottery game 389 licensee that is not authorized by the commission, shall be 390 391 a violation of sections 313.425 to 313.437. Any lottery 392 vendor or licensee that violates the provisions of this subsection shall be deemed quilty of a class D felony and 393 394 fined up to ten thousand dollars per occurrence, and such 395 fines shall be deposited in the compulsive gamblers fund created under section 313.842. 396 The commission shall suspend or revoke the license of any lottery vendor or licensee that 397 allows the use of any video terminal, gambling machine, or 398 399 device other than a video lottery game terminal authorized 400 pursuant to sections 313.425 to 313.437.
- 401 14. The commission shall adopt rules for the 402 implementation of the video lottery game system authorized 403 under sections 313.425 to 313.437, including, but not

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404 limited to, the placement of video lottery game terminals 405 within a retail establishment and for the active oversight 406 of the conduct of video lottery games. Any rule or portion 407 of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section 408 409 shall become effective only if it complies with and is 410 subject to all of the provisions of chapter 536 and, if 411 applicable, section 536.028. This section and chapter 536 412 are nonseverable and if any of the powers vested with the 413 general assembly pursuant to chapter 536 to review, to delay 414 the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of 415 rulemaking authority and any rule proposed or adopted after 416 417 August 28, 2022, shall be invalid and void.

313.431. In order to expedite the orderly implementation of the video lottery game system authorized under sections 313.425 to 313.437, the commission shall:

- (1) Contract for the supply and operation of a centralized computer system for video lottery games within one hundred eighty days of the effective date of this act;
- (2) Make license applications for video lottery game manufacturers, video lottery game distributors, video lottery game operators, video lottery game retailers, video lottery game handlers, and registration for video lottery game sales agents available to applicants and promulgate any emergency or regular rules and regulations needed for the implementation of the video lottery game system authorized under sections 313.425 to 313.437 within one hundred eighty days of the effective date of this act;
- 16 (3) Issue an approved form for persons applying for a 17 video lottery game terminal operator's license available for

use in contracting with a video lottery game retailer within one hundred eighty days of the effective date of this act;

- (4) Establish a start date, once applications and the approved form contract are made available, whereby any person seeking a license as a video lottery game operator that has applied for a license to be a video lottery game terminal operator, has paid the initial license fee, and satisfactorily completed an initial criminal background check may begin soliciting contracts with prospective video lottery game retailers for the placement of video lottery game terminals. Such start date shall be set no more than ninety days after applications are made available; and
- (5) Establish a date that the video lottery game system authorized pursuant to sections 313.425 to 313.437 may commence operation in a video lottery game retailer's establishment, provided such date is not prior to January 1, 2024.
- 313.433. 1. Notwithstanding any other provision of
  law to the contrary, participation by a person, firm,
  corporation, or organization in any aspect of the state
  lottery under sections 313.425 to 313.437 shall not be
  construed to be a lottery or gift enterprise in violation of
  Section 39 of Article III of the Constitution of Missouri.
  - 2. The sale of lottery tickets, shares, or lottery game plays using a video lottery game terminal under sections 313.425 to 313.437 shall not constitute a valid reason to refuse to issue or renew or to revoke or suspend any license or permit issued under the provisions of chapter 311.
- 313.434. 1. The state of Missouri shall be exempt from the provisions of 15 U.S.C. Section 1172.

- 3 2. All shipments of gaming devices used to conduct
- 4 video lottery games authorized under sections 313.425 to
- 5 313.437 to licensees, the registering, recording, and
- 6 labeling of which have been completed by the manufacturer or
- 7 distributor thereof in accordance with 15 U.S.C. Sections
- 8 1171 to 1178, shall be legal shipments of gambling devices
- 9 into this state.
- 313.435. A municipality may adopt an ordinance
- 2 prohibiting video lottery game terminals within the
- 3 corporate limits of such municipality within one hundred
- 4 eighty days from the effective date of this act. A county
- 5 commission may, for the unincorporated area of the county,
- 6 adopt an ordinance prohibiting video lottery game terminals
- 7 within the unincorporated area of the county within one
- 8 hundred eighty days from the effective date of this act.
- 9 Any municipality or county adopting an ordinance prohibiting
- 10 the use of video lottery game terminals or repealing such an
- 11 ordinance prohibiting video lottery game terminals shall
- 12 notify and transmit such ordinance to the commission within
- 13 ten days. The commission shall not license video lottery
- 14 game retailers within such area covered by such ordinance.
- 15 Any such municipality or county that has opted to prohibit
- 16 the use of video lottery game terminals to play video
- 17 lottery games may repeal such ordinance and upon such repeal
- 18 the commission may license video lottery game retailers
- 19 within such municipality or county to conduct video lottery
- 20 games.
  - 313.437. If any provision of sections 313.425 to
- 2 313.437 or the application thereof to anyone or to any
- 3 circumstance is held invalid, the remainder of those
- 4 sections and the application of such provisions to others or
- 5 other circumstances shall not be affected thereby.

313.800. 1. As used in sections 313.800 to 313.850, 2 unless the context clearly requires otherwise, the following 3 terms mean:

- "Adjusted gross receipts", the gross receipts from 4 (1)5 licensed gambling games and devices less winnings paid to 6 wagerers. "Adjusted gross receipts" shall not include 7 adjusted gross receipts from sports wagering as defined in section 313.1000; 8
- 9 "Applicant", any person applying for a license 10 authorized under the provisions of sections 313.800 to 313.850; 11
- "Bank", the elevations of ground which confine the 12 (3) 13 waters of the Mississippi or Missouri Rivers at the ordinary high water mark as defined by common law; 14
- "Capital, cultural, and special law enforcement 15 purpose expenditures" shall include any disbursement, 16 including disbursements for principal, interest, and costs 17 18 of issuance and trustee administration related to any 19 indebtedness, for the acquisition of land, land 20 improvements, buildings and building improvements, vehicles, machinery, equipment, works of art, intersections, signing, 21 signalization, parking lot, bus stop, station, garage, 22 terminal, hanger, shelter, dock, wharf, rest area, river 23 port, airport, light rail, railroad, other mass transit,
- 24
- pedestrian shopping malls and plazas, parks, lawns, trees, 25
- 26 and other landscape, convention center, roads, traffic
- 27 control devices, sidewalks, alleys, ramps, tunnels,
- overpasses and underpasses, utilities, streetscape, 28
- 29 lighting, trash receptacles, marquees, paintings, murals,
- fountains, sculptures, water and sewer systems, dams, 30
- drainage systems, creek bank restoration, any asset with a 31
- useful life greater than one year, cultural events, and any 32

33 expenditure related to a law enforcement officer deployed as

- 34 horse-mounted patrol, school resource or drug awareness
- 35 resistance education (D.A.R.E) officer;
- 36 (5) "Cheat", to alter the selection of criteria which
- 37 determine the result of a gambling game or the amount or
- 38 frequency of payment in a gambling game;
- 39 (6) "Commission", the Missouri gaming commission;
- 40 (7) "Credit instrument", a written check, negotiable
- 41 instrument, automatic bank draft or other authorization from
- 42 a qualified person to an excursion gambling boat licensee or
- 43 any of its affiliated companies licensed by the commission
- 44 authorizing the licensee to withdraw the amount of credit
- 45 extended by the licensee to such person from the qualified
- 46 person's banking account in an amount determined under
- 47 section 313.817 on or after a date certain of not more than
- 48 thirty days from the date the credit was extended, and
- 49 includes any such writing taken in consolidation, redemption
- 50 or payment of a previous credit instrument, but does not
- 51 include any interest-bearing installment loan or other
- 52 extension of credit secured by collateral;
- 53 (8) "Dock", the location in a city or county
- 54 authorized under subsection 10 of section 313.812 which
- 55 contains any natural or artificial space, inlet, hollow, or
- 56 basin, in or adjacent to a bank of the Mississippi or
- 57 Missouri Rivers, next to a wharf or landing devoted to the
- 58 embarking of passengers on and disembarking of passengers
- 59 from a gambling excursion but shall not include any
- artificial space created after May 20, 1994, and is located
- 61 more than one thousand feet from the closest edge of the
- 62 main channel of the river as established by the United
- 63 States Army Corps of Engineers;

(9) "Excursion gambling boat", a boat, ferry, other

65 floating facility, or any nonfloating facility licensed by

- 66 the commission on which gambling games are allowed;
- 67 (10) "Fiscal year", the fiscal year of a home dock
- 68 city or county;
- 69 (11) "Floating facility", any facility built or
- 70 originally built as a boat, ferry or barge licensed by the
- 71 commission on which gambling games are allowed;
- 72 (12) "Gambling excursion", the time during which
- 73 gambling games may be operated on an excursion gambling boat
- 74 whether docked or during a cruise;
- 75 (13) "Gambling game" includes, but is not limited to,
- 76 games of skill or games of chance on an excursion gambling
- 77 boat [but does not include gambling on sporting events];
- 78 provided such games of chance are approved by amendment to
- 79 the Missouri Constitution;
- 80 (14) "Games of chance", any gambling game in which the
- 81 player's expected return is not favorably increased by the
- 82 player's reason, foresight, dexterity, sagacity, design,
- 83 information or strategy;
- 84 (15) "Games of skill", any gambling game in which
- 85 there is an opportunity for the player to use the player's
- 86 reason, foresight, dexterity, sagacity, design, information
- 87 or strategy to favorably increase the player's expected
- 88 return; including, but not limited to, the gambling games
- 89 known as "poker", "blackjack" (twenty-one), "craps",
- 90 "Caribbean stud", "pai gow poker", "Texas hold'em", "double
- 91 down stud", "sports wagering", and any video representation
- 92 of such games;
- 93 (16) "Gross receipts", the total sums wagered by
- 94 patrons of licensed gambling games. "Gross receipts" shall

not include gross receipts from sports wagering, as defined in section 313.1000;

- 97 (17) "Holder of occupational license", a person 98 licensed by the commission to perform an occupation within 99 excursion gambling boat operations which the commission has 100 identified as requiring a license;
- 101 (18) "Licensee", any person licensed under sections 102 313.800 to 313.850;
- 103 "Mississippi River" and "Missouri River", the (19)104 water, bed and banks of those rivers, including any space 105 filled wholly or partially by the water of those rivers in a 106 manner approved by the commission but shall not include any 107 artificial space created after May 20, 1994, and is located 108 more than one thousand feet from the closest edge of the 109 main channel of the river as established by the United 110 States Army Corps of Engineers;
- 111 (20) "Nonfloating facility", any structure within one 112 thousand feet of the Missouri or Mississippi River that 113 contains at least two thousand gallons of water beneath or 114 inside the facility either by an enclosed space containing 115 such water or in rigid or semirigid storage containers or 116 structures;
- 117 (21) "Supplier", a person who sells or leases gambling 118 equipment and gambling supplies to any licensee.
- 119 2. (1) In addition to the games of skill defined in 120 this section, the commission may approve other games of 121 skill upon receiving a petition requesting approval of a 122 gambling game from any applicant or licensee. The 123 commission may set the matter for hearing by serving the 124 applicant or licensee with written notice of the time and 125 place of the hearing not less than five days prior to the

date of the hearing and posting a public notice at each

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- 127 commission office. The commission shall require the
- 128 applicant or licensee to pay the cost of placing a notice in
- 129 a newspaper of general circulation in the applicant's or
- 130 licensee's home dock city or county. The burden of proof
- 131 that the gambling game is a game of skill is at all times on
- 132 the petitioner. The petitioner shall have the affirmative
- responsibility of establishing the petitioner's case by a
- 134 preponderance of evidence including:
- 135 (a) Is it in the best interest of gaming to allow the
- 136 game; and
- 137 (b) Is the gambling game a game of chance or a game of
- 138 skill?
- (2) All testimony shall be given under oath or
- 140 affirmation. Any citizen of this state shall have the
- 141 opportunity to testify on the merits of the petition. The
- 142 commission may subpoena witnesses to offer expert
- 143 testimony. Upon conclusion of the hearing, the commission
- 144 shall evaluate the record of the hearing and issue written
- 145 findings of fact that shall be based exclusively on the
- 146 evidence and on matters officially noticed. The commission
- 147 shall then render a written decision on the merits which
- 148 shall contain findings of fact, conclusions of law and a
- 149 final commission order. The final commission order shall be
- 150 within thirty days of the hearing. Copies of the final
- 151 commission order shall be served on the petitioner by
- 152 certified or overnight express mail, postage prepaid, or by
- 153 personal delivery.
  - 313.1000. As used in sections 313.1000 to 313.1024,
  - 2 the following terms shall mean:
  - 3 (1) "Adjusted gross receipts", the total of all cash
  - 4 and cash equivalents received by a sports wagering operator
  - 5 from sports wagering minus the total of:

6 (a) All cash and cash equivalents paid out as winnings
7 to sports wagering patrons;

- 8 (b) The actual costs paid by a sports wagering
- 9 operator for any personal property or services distributed
- 10 to sports wagering patrons as prizes;
- 11 (c) Excise tax payments remitted to the federal 12 government;
- 13 (d) Voided or cancelled wagers;
- (e) Free play or promotional credits; and
- 15 (f) Uncollectible sports wagering receivables, not to 16 exceed the lesser of:
- 17 a. A reasonable provision for uncollectible patron
- 18 checks, ACH transactions, debit card transactions, and
- 19 credit card transactions received from sports wagering
- 20 operations; or
- 21 b. Two percent of the total of all sums, including
- 22 checks, whether collected or not, less the amount paid out
- 23 as winnings to sports wagering patrons. For purposes of
- 24 this section, a counter or personal check that is invalid or
- 25 unenforceable under this section is considered cash received
- 26 by the sports wagering operator from sports wagering
- 27 operations.
- 28 If the amount of adjusted gross receipts on a gaming day is
- 29 a negative figure, the certificate holder shall remit no
- 30 sports wagering tax for such gaming day. Any negative
- 31 adjusted gross receipts shall be carried over and calculated
- 32 as a deduction on the subsequent gaming days until the
- 33 negative figure has been brought to a zero balance;
- 34 (2) "Amateur athletic or sporting event", an athletic
- 35 event involving at least two competitors who do not receive
- 36 compensation in excess of their expenses for participating

- in such event. "Amateur athletic or sporting event" shall
- include domestic, international, and Olympic sports events,
- 39 but shall not include a collegiate athletic or sporting
- 40 event;
- 41 (3) "Approved limited mobile gaming system", a limited
- 42 mobile gaming system approved by the commission;
- 43 (4) "Certificate holder", a licensed applicant issued
- 44 a certificate of authority by the commission;
- 45 (5) "Certificate of authority", a certificate issued
- 46 by the commission authorizing a licensed applicant to
- 47 conduct sports wagering under sections 313.1000 to 313.1024;
- 48 (6) "Collegiate athletic or sporting event", an
- 49 athletic or sporting event offered or sponsored by, or
- 50 played in connection with, a public or private institution
- 51 that offers educational services beyond the secondary level;
- 52 (7) "Commission", the Missouri gaming commission;
- 53 (8) "Department", the department of revenue;
- 54 (9) "Designated entertainment district", any
- 55 establishment registered to do business in this state that
- is or becomes licensed pursuant to chapter 311 to sell
- 57 liquor at retail, and that is an area owned and operated by
- 58 an entity or affiliated entities that are licensed pursuant
- 59 to chapter 311 as an entertainment district as defined in
- 60 section 313.086, and such entity or affiliate entities have
- 61 made a verifiable financial investment of more than two
- 62 hundred million dollars to develop such district;
- 63 (10) "Designated sports and entertainment district":
- 64 (a) Any area within this state that is a designated
- 65 entertainment district as of the effective date of sections
- 313.1000 to 313.1024 and continues to be qualified as a
- 67 designated entertainment district thereafter; provided,
- 68 however, that for the purposes of sections 313.1000 to

- 69 313.1024 the boundaries of such designated entertainment
- 70 district shall not be enlarged or otherwise modified after
- 71 the effective date of sections 313.1000 to 313.1024; or
- 72 (b) The premises of a facility located in this state
- 73 with a seating capacity of seventeen thousand five hundred
- 74 people or more, at which one or more professional sports
- 75 teams plays its home games, and the surrounding area within
- 76 four hundred yards of such premises;
- 77 (11) "Designated sports and entertainment district
- 78 entity":
- 79 (a) An establishment that is a designated
- 80 entertainment district as of the effective date of sections
- 81 313.1000 to 313.1024; or
- 82 (b) A person or entity registered to do business in
- 83 this state that owns or operates a professional sports team
- 84 that plays its home games within a designated sports and
- 85 entertainment district;
- 86 (12) "Esports", athletic and sporting events involving
- 87 electronic sports and competitive video games;
- 88 (13) "Excursion gambling boat", the same meaning as
- 89 defined under section 313.800;
- 90 (14) "Gross receipts", the total amount of cash and
- 91 cash equivalents paid by sports wagering patrons to a sports
- 92 wagering operator to participate in sports wagering;
- 93 (15) "Interactive sports wagering platform" or
- 94 "platform", a person that offers sports wagering over the
- 95 internet, including on internet websites and mobile devices
- 96 on behalf of a certificate holder;
- 97 (16) "Licensed applicant", a person holding a license
- 98 issued under section 313.807 to operate an excursion
- 99 gambling boat;

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100 (17) "Licensed facility", an excursion gambling boat 101 licensed under this chapter;

- 102 (18) "Licensed supplier", a person holding a
  103 supplier's license issued by the commission;
- 104 (19) "Official league data", statistics, results,
  105 outcomes, and other data relating to an athletic or sporting
  106 event obtained pursuant to an agreement with the relevant
  107 sports governing body, or an entity contracted with the
  108 sports governing body to provide such information to sports
  109 wagering operators, which authorizes the use of such data
  110 for determining the outcome of tier two sports wagers;
- 111 (20) "Occupational license", a license issued by the 112 commission;
- 113 (21) "Person", an individual, sole proprietorship, 114 partnership, association, fiduciary, corporation, limited 115 liability company, or any other business entity;
- 116 (22) "Personal biometric data", an athlete's
  117 information derived from DNA, heart rate, blood pressure,
  118 perspiration rate, internal or external body temperature,
  119 hormone levels, glucose levels, hydration levels, vitamin
  120 levels, bone density, muscle density, and sleep patterns;
  - (23) "Professional athletic or sporting event", an athletic or sporting event at which two or more competitors participate and one or more competitors receive compensation;
- 124 (24) "Promotional play wagers", wagers placed by
  125 patrons from coupons, downloadable credits, electronic
  126 promotions, or any other cash equivalent provided to the
  127 patron by the certificate holder for sports wagering
  128 conducted pursuant to sections 313.1000 to 313.1024;
- (25) "Sports event", "sporting event", or "athletic event", a professional athletic or sporting event, an amateur athletic or sporting event, a collegiate athletic or

or older:

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sporting event, or any athletic event, motor race event,
electronic sports event, or competitive video game event
where the majority of participants are eighteen years of age

- 136 (26) "Sports governing body", the organization
  137 headquartered in the United States that prescribes final
  138 rules and enforces codes of conduct with respect to a
  139 professional sporting event and participants therein;
- 140 (27) "Sports wagering", wagering conducted under 141 sections 313.1000 to 313.1024 on athletic and sporting 142 events involving human competitors, including esports, or on 143 other events as approved by the commission. Sports wagering 144 shall not include money spent to participate in paid fantasy 145 sports under sections 313.900 to 313.955;
  - (28) "Sports wagering commercial activity", any operation, promotion, signage, advertising, or other business activity relating to sports wagering, including the operating or advertising of a business or location at which sports wagering is offered or a business or location at which sports wagering through one or more interactive sports wagering platforms is promoted or advertised;
- 153 (29) "Sports wagering device", a mechanical,
  154 electrical, or computerized contrivance, terminal, device,
  155 apparatus, piece of equipment, or supply approved by the
  156 commission for conducting sports wagering under sections
  157 313.1000 to 313.1024. Sports wagering device shall not
  158 include a device used by a sports wagering patron to access
  159 an interactive sports wagering platform;
- (30) "Sports wagering operator" or "operator", a
  certificate holder or an interactive sports wagering
  platform offering sports wagering on behalf of a certificate
  holder;

164 (31) "Supplier's license", a license issued by the 165 commission under section 313.807;

- 166 (32) "Tier one sports wager", a sports wager that is
- determined solely by the final score or final outcome of the
- sporting event and is placed before the sporting event has
- 169 **begun**;
- 170 (33) "Tier two sports wager", a sports wager that is
- 171 not a tier one sports wager.
  - 313.1002. 1. The state of Missouri shall be exempt
  - from the provisions of 15 U.S.C. Section 1172.
  - All shipments of gambling devices used to conduct
  - 4 sports wagering under sections 313.1000 to 313.1024 to
  - 5 licensed applicants or certificate holders, the registering,
  - 6 recording, and labeling of which have been completed by the
  - 7 manufacturer or dealer thereof in accordance with 15 U.S.C.
  - 8 Sections 1171 to 1178, shall be legal shipments of gambling
  - 9 devices into this state.
    - 313.1003. 1. Sports wagering shall not be offered in
  - 2 this state except by a licensed facility.
  - 3 2. A licensed facility may offer sports wagering:
  - 4 (1) In person at the licensed facility; and
  - 5 (2) Over the internet via an interactive sports
  - 6 wagering platform to persons physically located in this
  - 7 state.
  - 8 An interactive sports wagering account may be created in
  - 9 person, at a licensed facility, or over the internet,
  - 10 without appearing in person.
  - 3. Notwithstanding any other provision of law to the
- 12 contrary, sports wagering commercial activity shall be
- 13 prohibited from being conducted within any designated sports
- 14 and entertainment district by or on behalf of any person or

15 entity that directly or indirectly offers sports wagering in

- 16 person or over the internet via an interactive sports
- 17 wagering platform, except to the extent such prohibition is
- 18 waived in writing by each designated sports and
- 19 entertainment district entity located in such designated
- 20 sports and entertainment district and such written waiver is
- 21 delivered to the commission. Nothing in this subsection
- 22 shall prohibit:
- 23 (1) Any certificate holder from offering sports
- 24 wagering over the internet via an interactive sports
- 25 wagering platform that is accessible to persons physically
- located within such designated sports and entertainment
- 27 district in accordance with the provisions of sections
- 28 313.1000 to 313.1024; or
- 29 (2) Any restaurant, bar, or other business physically
- 30 located within a designated sports and entertainment
- 31 district from advertising sports wagering or conducting any
- 32 sports wagering commercial activity within its premises if
- 33 such advertising or commercial activity is not conducted by
- or on behalf of, by contract or otherwise, any person or
- 35 entity that, directly or indirectly, offers sports wagering
- 36 in person or over the internet via an interactive sports
- 37 wagering platform.
  - 313.1004. 1. The commission shall adopt rules to
- 2 implement the provisions of sections 313.1000 to 313.1024.
- 3 Any rule or portion of a rule, as that term is defined in
- 4 section 536.010, that is created under the authority
- 5 delegated in this section shall become effective only if it
- 6 complies with and is subject to all of the provisions of
- 7 chapter 536 and, if applicable, section 536.028. This
- 8 section and chapter 536 are nonseverable and if any of the
- 9 powers vested with the general assembly pursuant to chapter

10 536 to review, to delay the effective date, or to disapprove

- 11 and annul a rule are subsequently held unconstitutional,
- 12 then the grant of rulemaking authority and any rule proposed
- or adopted after August 28, 2022, shall be invalid and void.
- 2. Rules adopted under this section shall include, but
- shall not be limited to, the following:
- 16 (1) Standards and procedures to govern the conduct of 17 sports wagering, including the manner in which:
- 18 (a) Wagers are received;
- 19 (b) Payouts are paid; and
- 20 (c) Point spreads, lines, and odds are disclosed;
- 21 (2) Standards governing how a certificate holder
- 22 offers sports wagering over the internet through an
- 23 interactive sports wagering platform to patrons physically
- 24 located in Missouri;
- 25 (3) The manner in which a certificate holder's books
- 26 and financial records relating to sports wagering are
- 27 maintained and audited, including standards for the daily
- 28 counting of a certificate holder's gross receipts from
- 29 sports wagering and standards to ensure that internal
- 30 controls are followed:
- 31 (4) Standards concerning the detection and prevention
- 32 of compulsive gambling; and
- 33 (5) Standards prohibiting sports wagering commercial
- 34 activity within any designated sports and entertainment
- 35 district and standards for applying and enforcing any waiver
- 36 of such prohibition by a designated sports and entertainment
- 37 district entity pursuant to subsection 3 of section 313.1003.
- 38 3. Rules adopted under this section shall require a
- 39 certificate holder to make commercially reasonable efforts
- 40 to do the following:

41 (1) Designate an area within the licensed facility 42 operated by the certificate holder for sports wagering 43 conducted under sections 313.1000 to 313.1024;

- 44 (2) Ensure the security and integrity of sports wagers 45 accepted through an interactive sports wagering platform;
- 46 (3) Ensure that the certificate holder's surveillance 47 system covers all areas of the licensed facility in which 48 sports wagering is conducted;
- (4) Allow the commission to be present through the commission's gaming agents during the time sports wagering is conducted in all areas of the certificate holder's licensed facility in which sports wagering is conducted, to do the following:
- 54 (a) Ensure maximum security of the counting and 55 storage of the sports wagering revenue received by the 56 certificate holder;
- 57 (b) Certify the sports wagering revenue received by 58 the certificate holder;
  - (c) Receive complaints from the public;

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- 60 (5) Ensure that individuals who are less than twenty-61 one years of age do not make sports wagers;
  - (6) Establish house rules specifying the amounts to be paid on winning wagers, the source of the information used to determine the outcome of wagers, the effect of schedule changes, the circumstances under which the operator will void a bet, and the treatment of errors, late bets, and related contingencies. The house rules shall be displayed in the certificate holder's sports wagering area, posted on the certificate holder's or interactive sports wagering platform's internet site or mobile application for interactive sports wagering, and included in the terms and

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72 conditions of certificate holder's or interactive sports 73 wagering platform's interactive sports wagering system.

- 4. The commission may enter into agreements with other jurisdictions to facilitate, administer, and regulate multi-jurisdictional sports betting by sports betting operators to the extent that entering into the agreement is consistent with state and federal laws and the sports betting agreement is conducted only in the United States.
- 313.1006. 1. A licensed applicant who wishes to offer sports wagering under sections 313.1000 to 313.1024 shall:
- (1) Submit an application to the commission in the manner prescribed by the commission for each licensed facility in which the licensed applicant wishes to conduct sports wagering;
- 7 (2) Pay an initial application fee of fifty thousand 8 dollars, which shall be deposited in the gaming commission 9 fund and distributed according to section 313.835.
- 2. Upon receipt of the application and fee required under subsection 1 of this section, the commission shall issue a certificate of authority to a licensed applicant authorizing the licensed applicant to conduct sports wagering under sections 313.1000 to 313.1024 in a licensed facility or through an interactive sports wagering platform.
  - 313.1008. 1. The commission shall test new sports wagering devices and new forms, variations, or composites of sports wagering under the terms and conditions that the commission considers appropriate prior to authorizing a certificate holder to offer a new sports wagering device or a new form, variation, or composite of sports wagering.
  - 2. (1) A certificate holder shall designate an area or areas within the certificate holder's licensed facility for conducting sports wagering. In addition to such

designated area, sports wagering may be conducted at any

- 11 location authorized under subsection 9 of this section
- 12 through the use of an approved limited mobile gaming system.
- 13 (2) A certificate holder may administer or contract
- 14 with up to three individually branded interactive sports
- 15 wagering platforms to administer interactive sports wagering
- on the certificate holder's behalf. The certificate holder
- 17 or its interactive sports wagering platform provider shall
- 18 have the authority to establish sports wagering accounts
- 19 electronically through approved mobile applications and
- 20 interactive sports wagering platforms.
- 3. (1) Sports wagering may be conducted with chips,
- 22 tokens, electronic cards, or money or other negotiable
- 23 currency.
- 24 (2) A certificate holder shall determine the minimum
- 25 and maximum wagers in sports wagering conducted in the
- 26 certificate holder's licensed facility.
- 27 (3) Interactive sports wagering accounts may be funded
- 28 through:
- 29 (a) Cash;
- 30 (b) Checks and electronic checks;
- 31 (c) Electronic bank transfer of funds, including
- 32 transfers through third parties;
- 33 (d) Debit cards;
- 34 (e) Credit cards;
- 35 (f) Online and mobile payment systems that support
- 36 online money transfers; and
- 37 (q) Any other method approved by the commission.
- 38 4. A certificate holder shall not permit any sports
- 39 wagering on the premises of the licensed facility except as
- 40 provided under subsection 2 of this section.

- 5. A sports wagering device shall be approved by the commission and acquired by a certificate holder from a licensed supplier.
- 6. The commission shall determine the occupations related to sports wagering that require an occupational license.
- 7. A certificate holder may lay off one or more sports 47 48 The commission may promulgate rules permitting 49 certificate holders or platforms to employ systems that 50 offset loss or manage risk in the operation of sports 51 wagering under sections 313.1000 to 313.1024 through the use 52 of liquidity pools in other jurisdictions in which the certificate holder, platform, an affiliate of the 53 54 certificate holder or platform, or a third party also holds licenses to conduct sports wagering; provided that at all 55 times adequate protections are maintained to ensure 56 sufficient funds are available to pay winnings to patrons. 57
- 8. A certificate holder may contract with a third party to conduct sports wagering at an individually branded sports book at the certificate holder's licensed facility.
- 9. (1) A certificate holder may request approval from the commission to use a limited mobile gaming system in the certificate holder's sports wagering operations.
  - (2) A certificate holder may approve the use of a limited mobile gaming system to allow a patron to wager on sports while in the following locations:
- 67 (a) The area designated under subsection 2 of this 68 section;

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(b) A gaming or other betting area of the certificate
 holder's licensed facility that is outside of the area
 designated under subsection 2 of this section; or

- 72 (c) A hotel, restaurant, or other amenity that is
- 73 operated by the certificate holder and subject to the
- 74 supervision of the commission.
- 75 A patron shall not transmit a sports wager using a limited
- 76 mobile gaming system while present in any other location.
  - 313.1010. 1. An interactive sports wagering platform
- 2 provider may offer sports wagering on behalf of a
- 3 certificate holder only if the interactive sports wagering
- 4 platform holds an interactive sports wagering platform
- 5 license issued by the commission.
- 6 2. An applicant for an interactive sports wagering
- 7 platform license shall:
- 8 (1) Submit an application to the commission in the
- 9 manner prescribed by the commission to verify the platform's
- 10 eligibility under this section; and
- 11 (2) Pay an initial application fee of fifty thousand
- 12 dollars.
- 3. Each year on or before the anniversary date of the
- 14 payment of the initial application fee under subsection 2 of
- 15 this section, an interactive sports wagering platform
- 16 provider holding a license issued under this section shall
- 17 pay to the commission an annual license renewal fee of
- 18 twenty thousand dollars. Such license renewal fees and the
- 19 initial application fee provided for under subdivision (2)
- of subsection 2 of this section shall be deposited in the
- 21 gaming commission fund and distributed according to section
- 22 313.835.
- 4. Notwithstanding any other provision of law to the
- 24 contrary, the following information shall be confidential
- 25 and shall not be disclosed to the public unless required by

court order or by any other provision of sections 313.1000 to 313.1024:

- 28 (1) An interactive sports wagering platform license 29 application; and
- 30 (2) All documents, reports, and data submitted by an 31 interactive sports wagering platform provider to the 32 commission containing proprietary information, trade 33 secrets, financial information, or personally identifiable 34 information about any person.
- 35 An interactive sports wagering platform provider may submit a request to the commission for the issuance of a 36 temporary interactive sports wagering platform license and 37 38 the immediate commencement of sports wagering operations. 39 Such a request shall include the initial application fee 40 identified in subdivision (2) of subsection 2 of this 41 section. Upon receiving a request for a temporary 42 interactive sports wagering platform license, the commission 43 shall review the request. If the commission determines that 44 the entity requesting the temporary interactive sports wagering platform license offers sports wagering through an 45 46 interactive sports wagering platform in any jurisdiction in the United States under a state regulatory structure 47 specifically determined by the commission to have similar 48 regulatory requirements, and the entity has paid the initial 49 50 application fee, the commission shall authorize the 51 interactive sports wagering platform provider to conduct sports wagering on behalf of a certificate holder under a 52 temporary interactive sports wagering platform license until 53 54 a final determination on the interactive sports wagering 55 platform provider's license application is made.

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313.1012. 1. A certificate holder shall verify that a person placing a wager is of the legal minimum age for placing a wager under sections 313 1000 to 313 1024

- 3 placing a wager under sections 313.1000 to 313.1024. The commission shall adopt rules and regulations 4 5 for a sports wagering self-exclusion program consistent with 6 those adopted under sections 313.800 to 313.850. Any rule 7 or portion of a rule, as that term is defined in section 8 536.010, that is created under the authority delegated in 9 this section shall become effective only if it complies with 10 and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 11 536 are nonseverable and if any of the powers vested with 12 the general assembly pursuant to chapter 536 to review, to 13 14 delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of 15 rulemaking authority and any rule proposed or adopted after 16
- 3. The commission shall adopt rules that require
  sports wagering operators to make commercially reasonable
  efforts to ensure that advertisements for sports wagering:

August 28, 2022, shall be invalid and void.

- 21 (1) Do not target minors or other persons who are 22 ineligible to place wagers, problem gamblers, or other 23 vulnerable persons;
- 24 (2) Disclose the identity of the sports wagering 25 certificate holder:
- 26 (3) Provide information about or links to resources 27 relating to gambling addiction;
- 28 **(4)** Are not otherwise false, misleading, or deceptive 29 to a reasonable consumer; and
- 30 (5) Are not undertaken within any designated sports 31 and entertainment district without a waiver from each

32 applicable designated sports and entertainment district

- entity pursuant to subsection 3 of section 313.1003.
  - 313.1014. 1. The commission shall conduct background
- 2 checks on individuals seeking licenses under sections
- 3 313.1000 to 313.1024. The commission shall not grant a
- 4 license, except for a temporary license pursuant to
- 5 subsection 5 of section 313.1010, until the commission
- 6 determines that each person that has control of the
- 7 applicant meets all qualifications for licensure. A
- 8 background check conducted under this section shall be
- 9 consistent with the provisions of section 313.810, and shall
- 10 include a search for criminal history and any charges or
- 11 convictions involving corruption or manipulation of sporting
- 12 events. The following persons are considered to have
- 13 control of an applicant:
- 14 (1) Each corporate holding company, parent company,
- 15 subsidiary company, and person that owns ten percent or more
- of a corporate applicant and that has the ability to control
- 17 the activities of the corporate applicant or elect a
- 18 majority of the board of directors of such corporate
- 19 applicant, except for a bank or other licensed lending
- 20 institution that holds a mortgage or other lien acquired in
- 21 the ordinary course of business;
- 22 (2) Each person associated with a noncorporate
- 23 applicant that directly or indirectly holds a beneficial or
- 24 proprietary interest in the noncorporate applicant's
- 25 business operation or that the commission otherwise
- 26 determines has the ability to control the noncorporate
- 27 applicant; and
- 28 (3) Key personnel of an applicant, including any
- 29 executive, employee, or agent having the power to exercise

30 ultimate decision-making authority over the applicant's 31 sports wagering operation in the state of Missouri.

- 2. (1) A certificate holder shall employ commercially reasonable methods to:
- 34 (a) Prohibit the certificate holder, directors,
  35 officers, and employees of the certificate holder, and any
  36 relative living in the same household of a person described
  37 in this paragraph from placing sports wagers with the
  38 certificate holder;
- 39 (b) Using any lists of employees and affiliates 40 provided by the commission to the certificate holder, 41 prohibit wagering by any athlete, coach, referee, team 42 owner, employee of a sports governing body or one of its 43 member teams, or player or referee union personnel;
- (c) Prohibit any individual with access to nonpublic
  confidential information held by the certificate holder from
  placing sports wagers with the certificate holder;
- (d) Prevent the sharing of confidential information
  that could affect sports wagering offered by the certificate
  holder or by third parties until the information is made
  publicly available; and
- 51 (e) Prohibit persons from placing sports wagers as 52 agents or proxies for other persons.
- (2) Nothing in this section shall preclude the use of internet or cloud based hosting of data, or any disclosure of information required by court order or other provisions of law.
- 3. (1) The following individuals are prohibited from engaging in sports wagering under sections 313.1000 to 313.1024:
- 60 (a) Any individual whose participation may undermine 61 the integrity of the betting or sports event; or

62 (b) Any person who is prohibited for other good cause 63 including, but not limited to:

- a. Any person placing a wager as an agent or proxy;
- 65 b. Any person who is an athlete, coach, referee,
- 66 player, or referee personnel member, in or on any sports
- 67 event overseen by such person's sports governing body based
- on publicly available information;
- 69 c. Any person who holds a position of authority or
- 70 influence sufficient to exert influence over the
- 71 participants in a sporting contest including, but not
- 72 limited to, coaches, managers, handlers, or athletic
- 73 trainers;

- 74 d. Any person under the age of twenty-one;
- 75 e. Any person with access to certain types of
- 76 exclusive information on any sports event overseen by such
- 77 person's sports governing body based on publicly available
- 78 information; or
- f. Any person identified by any lists provided by the
- 80 commission.
- 81 (2) The direct or indirect legal or beneficial owner
- 82 of five percent or more of a sports governing body or any of
- 83 its member teams shall not place or accept any wager on a
- 84 sports event in which any member team of such sports
- 85 governing body participates. Any violation of this
- 86 subdivision shall constitute disorderly conduct and shall be
- 87 a class C misdemeanor.
- 88 (3) Subdivision (1) of this subsection shall not apply
- 89 to any person who is a direct or indirect owner of a
- 90 specific sports governing body member team and:
- 91 (a) Has less than five percent direct or indirect
- 92 ownership interest in a casino; or

- 93 (b) The value of the ownership of such team represents
- 94 less than one percent of the person's total enterprise value
- 95 and such shares of such person are registered under section
- 96 12 of the Securities Exchange Act of 1934, 15 U.S.C. Section
- 97 **781**, as amended.
- 98 (4) (a) An operator shall adopt procedures to prevent
- 99 persons from wagering on sports events who are prohibited
- 100 from placing sports wagers.
- 101 (b) An operator shall not accept wagers from any
- 102 person whose identity is known to the operator and:
- 103 a. Whose name appears on the exclusion list maintained
- 104 by the commission;
- b. Who is the operator, director, officer, owner, or
- 106 employee of the operator or any relative thereof living in
- 107 the same household as such operator;
- 108 c. Who has access to nonpublic confidential
- 109 information held by such operator; or
- 110 d. Who is an agent or proxy for any other person.
- 111 (5) An operator shall adopt procedures to obtain
- 112 personally identifiable information from any individual who
- 113 places any single wager of ten thousand dollars or more on a
- 114 sports event while physically present at a casino.
- 115 4. (1) A sports governing body may submit to the
- 116 commission in writing a request to restrict, limit, or
- 117 exclude a certain type, form, or category of sports wagering
- 118 with respect to sporting events sponsored by such sports
- 119 governing body if the sports governing body believes that
- 120 such type, form, or category of sports wagering may
- 121 undermine the integrity or perceived integrity of the
- sporting events sponsored by such sports governing body.
- 123 The commission shall request comment from sports wagering
- 124 operators on all such requests. After giving due

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consideration to all comments received, the commission 125 126 shall, upon a demonstration of good cause from the sports 127 governing body making the request that such type, form, or 128 category of sports wagering is likely to undermine the integrity or perceived integrity of such sports governing 129 130 body or its sporting events, grant the request. commission shall respond to a request concerning a 131 132 particular event before the start of such event, or if it is not feasible to respond before the start of such event, no 133 134 later than seven days after the request is made. 135 commission determines that the sports governing body making 136 the request is more likely than not to prevail in successfully demonstrating good cause for its request, the 137 138 commission may provisionally grant the request of the sports 139 governing body until the commission makes a final 140 determination as to whether the sports governing body making 141 the request has demonstrated good cause. Absent such a provisional grant by the commission, sports wagering 142 operators may continue to offer sports wagering on sporting 143 144 events that are the subject of such a request during the 145 pendency of the commission's consideration of the applicable request. 146 147 (2) (a) No sports wager shall be placed on the

- (2) (a) No sports wager shall be placed on the performance or nonperformance of any individual athlete participating in a single game or match of a collegiate sporting event in which a collegiate team from this state is a participant.
- (b) A certificate holder shall not offer any sports wagers on any high school athletic or sporting event in which a high school team from this state is a participant, or on the individual performance statistics of an athlete in

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a high school athletic or sporting event in which a high school team from this state is a participant.

- 5. The commission and certificate holders shall cooperate with investigations conducted by law enforcement agencies, including by providing or facilitating the provision of betting information and audio or video files relating to persons placing sports wagers.
- 6. A certificate holder shall, within a commercially reasonable time frame or as soon as possible, report to the commission any information relating to:
- 166 (1) Criminal or disciplinary proceedings commenced 167 against the certificate holder in connection with its 168 operations;
  - (2) Bets or wagers that violate state or federal law;
- 170 (3) Abnormal wagering activity or patterns that may 171 indicate a concern regarding the integrity of a sporting 172 event or events;
  - (4) Any potential breach of the relevant sports governing body's internal rules and codes of conduct pertaining to sports wagering that are known to the certificate holder;
- 177 (5) Any other conduct that corrupts the wagering
  178 outcome of a sporting event or events for purposes of
  179 financial gain, including match fixing; and
- 180 (6) Suspicious or illegal wagering activities,
  181 including using funds derived from illegal activity,
  182 wagering to conceal or launder funds derived from illegal
  183 activity, using agents to place wagers, and using false
  184 identification.
- 7. A certificate holder shall immediately report information relating to conduct described in subdivisions

187 (3) to (5) of subsection 3 of this section to the relevant sports governing body.

- 8. A certificate holder shall maintain the
  confidentiality of information provided by a sports
  governing body to the certificate holder unless disclosure
  is required by court order, the commission, or any other
  provision of law.
- 9. (1) Certificate holders may use any data source to determine the results of tier one sports wagers.
- 196 (2) Certificate holders shall use official league data 197 to determine the results of tier two wagers, unless the 198 certificate holder can demonstrate to the commission that 199 the sports governing body or its designee cannot provide a 200 feed of official league data to the certificate holder on 201 commercially reasonable terms.
- 202 (3) Certificate holders shall not purchase or utilize 203 any personal biometric data of an athlete unless the 204 certificate holder has received written permission from the 205 athlete's exclusive bargaining representative.
  - 313.1016. 1. A certificate holder, for bets and wagers that exceed ten thousand dollars in a twenty-four-hour period and that were placed in person by a patron, shall maintain the following records for a period of at least three years after the sporting event occurs:
  - Personally identifiable information of the bettor;
  - 7 (2) The amount and type of bet placed;
  - 8 (3) The time and date the bet was placed;
- 9 (4) The location, including specific information 10 pertaining to the betting window or the limited mobile 11 gaming system device where the bet was placed;
- 12 (5) The outcome of the bet; and

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13 (6) Any discernable pattern of abnormal betting 14 activity by the patron.

- 2. A certificate holder, for all bets and wagers
  placed through an interactive sports wagering platform,
  shall maintain the following records for a period of at
  least three years after the sporting event occurs:
- 19 (1) Personally identifiable information of the bettor;
- 20 (2) The amount and type of bet placed;
- 21 (3) The time and date the bet was placed;
- 22 (4) The location, including specific information 23 pertaining to the internet protocol address, where the bet 24 was placed;
- 25 (5) The outcome of the bet; and
- 26 (6) Any discernable pattern of abnormal betting 27 activity by the patron.
- 3. A certificate holder shall make the records and
  data that it is required to maintain under this section
  available for inspection upon request of the commission or
  as required by court order.
- 32 Sports wagering operators shall use commercially 33 reasonable efforts to maintain in real time and at the account level, anonymized information regarding a bettor, 34 35 amount and type of bet, the time the bet was placed, the 36 location of the bet, including the IP address if applicable, 37 the outcome of the bet, and records of abnormal betting 38 The commission may request such information in 39 the form and manner as required by rule of the commission. Nothing in this subsection shall require a sports wagering 40 41 operator to provide any information that is prohibited by 42 federal, state, or local laws or regulations, including, 43 without limitation, laws and regulations relating to privacy

and personally identifiable information.

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45 If a sports governing body has notified the 46 commission that access to the information required by this 47 section for wagers placed on sporting events of such sports governing body is necessary to monitor the integrity of such sports governing body's sporting events, and represents to 49 50 the commission that it specifically uses such data for the 51 purpose of monitoring the integrity of sporting events of 52 such sports governing body, then sports wagering operators 53 shall share, in a commercially reasonable frequency, form, 54 and manner, with the sports governing body or its designee the same information the sports wagering operator is required to maintain under this section with respect to sports wagers on sporting events of such sports governing 58 Sports governing bodies and their designees shall body. only use information received under this section for 60 integrity-monitoring purposes and shall not use information received under this section for any commercial or other 61 Nothing in this section shall require a sports 62 purpose. wagering operator to provide any information that is 63 prohibited by federal, state, or local laws or regulations, 64 including, without limitation, laws and regulations relating to privacy and personally identifiable information. 66 313.1018. 1. The performance of any act required, or the forbearance of any act prohibited, by sections 313.1000 2

to 313.1024, by an interactive sports wagering platform provider is imputed to the certificate holder on behalf of which the platform is operating, and vice versa.

A certificate holder is not liable under the laws of this state to any party, including patrons, for disclosing information as required under sections 313.1000 to 313.1024, and is not liable for refusing to disclose

information unless required under sections 313.1000 to 313.1024.

- 3. Any person, firm, corporation, association, agent, or employee who knowingly violates any procedure implemented under sections 313.1000 to 313.1024 shall be liable for a civil penalty of not more than five thousand dollars for each violation, not to exceed fifty thousand dollars for violations arising out of the same transaction or occurrence, which shall accrue to the state and may be recovered in a civil action brought by the commission. Any licensee who violates any provision under sections 313.1000 to 313.1024 shall be subject to the actions and penalties provided under subdivision (6) of section 313.805, excluding any financial penalties in excess of those provided under this subsection.
- 4. (1) Any person, firm, corporation, association, agent, or employee shall be quilty of a class E felony for:
  - (a) Placing, or causing to be placed, a bet or wager on the basis of material nonpublic information relating to that bet or wager; or
  - (b) Knowingly engaging in, facilitating, or concealing conduct that intends to improperly influence a betting outcome of a sporting event for purposes of financial gain, in connection with betting or wagering on a sporting event.
  - (2) For the purposes of this subsection, a bet or wager shall be "on the basis of material nonpublic information" if the person placing the bet or wager, or causing it to be placed, was aware of the material nonpublic information when such person placed the bet or wager or caused it to be placed. The term "material nonpublic information" shall include personal biometric data.

313.1021. 1. A wagering tax equal to the rate imposed

- 2 pursuant to section 313.822 is imposed on the adjusted gross
- 3 receipts received from sports wagering conducted by a
- 4 certificate holder under sections 313.1000 to 313.1024. If
- 5 a third party is contracted to conduct sports wagering at a
- 6 certificate holder's licensed facility, the third party
- 7 contractor shall fulfill the certificate holder's duties
- 8 under this section.
- 9 2. A certificate holder shall remit the tax imposed by
- 10 subsection 1 of this section to the department before the
- 11 close of the business day one day prior to the last business
- day of each month for the wagering taxes collected for such
- 13 month. Any taxes collected during the month, but after the
- 14 day on which the taxes are required to be paid to the
- 15 department, shall be paid to the department at the same time
- 16 the following month's taxes are due.
- 17 3. The payment of the tax under this section shall be
- 18 by an electronic funds transfer by an automated
- 19 clearinghouse.
- 20 4. Revenues received from the tax imposed under
- 21 subsection 1 of this section shall be deposited in the state
- 22 treasury to the credit of the "Gaming Proceeds for Education
- 23 Fund" and shall be distributed as provided under section
- 24 313.822.
- 5. (1) A certificate holder shall pay to the
- 26 commission an annual administrative fee of fifty thousand
- 27 dollars. The fee imposed shall be due one year after the
- 28 date on which the certificate holder commences sports
- 29 wagering operations under sections 313.1000 to 313.1024, and
- on each annual anniversary date thereafter. The commission
- 31 shall deposit the administrative fees received under this

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32 subsection in the gaming commission fund and shall

33 distribute such fees according to section 313.835.

34 (2) In addition to the annual administrative fee

35 required under this subsection, a certificate holder shall

36 pay to the commission a fee of ten thousand dollars to cover

the costs of a full reinvestigation of the certificate

38 holder in the fifth year after the date on which the

39 certificate holder commences sports wagering operations

40 under sections 313.1000 to 313.1024 and on each fifth year

41 thereafter. The commission shall deposit the fees received

42 under this subdivision in the gaming commission fund and

43 shall distribute such fees according to section 313.835.

313.1022. All sports wagers authorized under sections

2 313.1000 to 313.1024 shall be deemed initiated, received,

3 and otherwise made on the property of an excursion gambling

4 boat within this state. Consistent with the intent of the

5 United States Congress as articulated in the Unlawful

6 Internet Gambling Enforcement Act of 2006, 31 U.S.C.

7 Sections 5361 to 5367, as amended, the intermediate routing

8 of electronic data relating to lawful intrastate sports

9 wagers authorized under sections 313.1000 to 313.1024 shall

10 not determine the location or locations in which such wager

is initiated, received, or otherwise made.

313.1024. 1. (1) The commission shall establish a

hotline or other method of communication that allows any

3 person to confidentially report information about any

4 conduct that the person believes constitutes a violation of

5 the provisions of sections 313.1000 to 313.1024.

6 (2) The commission shall investigate all reasonable

allegations and shall refer any allegations that it deems

8 credible to the appropriate law enforcement entity.

9 (3) The identity of any reporting person shall remain 10 confidential unless such person authorizes disclosure of his 11 or her identity or until such time as the allegation of 12 conduct in violation of sections 313.1000 to 313.1024 is 13 referred to law enforcement.

- (4) If the commission receives a complaint involving an athlete, referee, owner, or any other person affiliated in any way with a sports governing body, the commission shall notify the appropriate sports governing body.
- 18 (5) The commission shall promulgate rules to implement the provisions of this subsection. Any rule or portion of a 19 rule, as that term is defined in section 536.010, that is 20 created under the authority delegated in this section shall 21 22 become effective only if it complies with and is subject to 23 all of the provisions of chapter 536 and, if applicable, 24 section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the 25 general assembly pursuant to chapter 536 to review, to delay 26 27 the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of 28 29 rulemaking authority and any rule proposed or adopted after August 28, 2022, shall be invalid and void. 30
- 31 A sports wagering operator, sports governing body, 32 professional sports franchise, or higher education 33 institution shall not discharge, demote, suspend, threaten, 34 harass, or in any other manner discriminate against an employee because of any lawful act performed by the employee 35 to provide information, cause information to be provided, or 36 otherwise assist in an investigation regarding any conduct 37 38 which the employee reasonably believes constitutes a 39 violation of the provisions of sections 313.1000 to 313.1024.

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- 3. A person who alleges action or conduct by any
  person in violation of subsection 2 of this section may seek
  relief by bringing an action at law or equity in a court of
  competent jurisdiction.
- 4. In any action brought pursuant to subsection 3 of this section, a court may find that a violation of subsection 2 of this section has occurred and award judgment for the employee only if:
- 48 (1) The employee demonstrates by a preponderance of 49 the evidence that the actions of the employee to provide 50 information or assist in an investigation were a 51 contributing factor to the discharge or other 52 discrimination; and
  - (2) The employer does not demonstrate, by clear and convincing evidence, that the employer would have taken the same unfavorable personnel action in the absence of behavior.
- 5. An action brought pursuant to subsection 3 of this section shall be commenced not later than one hundred eighty days after the later of:
- 59 (1) The date on which the violation occurs; or
- 60 (2) The date on which the employee became aware of the violation.
  - 572.015. Nothing in this chapter prohibits
- 2 constitutionally authorized activities under Article III,
- 3 Sections 39(a) to 39(f) of the Missouri Constitution,
- 4 including a raffle using tickets, a device, or a machine,
- 5 where a person or persons buy one or more chances from a
- 6 finite number of draws for a prize. To qualify as a raffle,
- 7 a machine or device shall be certified as a raffle by an ISO-
- 8 17025-accredited independent testing laboratory authorized

9 to test similar devices for compliance in at least five

10 jurisdictions.

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