



General Assembly

Amendment

January Session, 2021

LCO No. 8958



Offered by:

REP. RITTER M., 1st Dist.

REP. ROJAS, 9th Dist.

REP. HORN, 64th Dist.

REP. PAOLILLO, 97th Dist.

SEN. OSTEN, 19th Dist.

REP. HOWARD, 43rd Dist.

REP. MCGORTY, 122nd Dist.

REP. VAIL, 52nd Dist.

REP. MCCARTY, 38th Dist.

REP. CHEESEMAN, 37th Dist.

REP. CONLEY, 40th Dist.

REP. FRANCE, 42nd Dist.

REP. NOLAN, 39th Dist.

To: Subst. House Bill No. **6451**

File No. 384

Cal. No. 297

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

1 Strike everything after the enacting clause and substitute the
2 following in lieu thereof:

3 "Section 1. (NEW) (*Effective from passage*) For the purposes of this
4 section and sections 2 to 22, inclusive, of this act:

5 (1) "Business entity" means any partnership, limited liability
6 company, society, association, joint stock company, corporation, estate,
7 receiver, trustee, assignee, referee or any other legal entity and any other
8 person acting in a fiduciary or representative capacity, whether
9 appointed by a court or otherwise, and any combination thereof;

10 (2) "Commissioner" means the Commissioner of Consumer
11 Protection or the commissioner's designee;

12 (3) "Connecticut intercollegiate team" means any team associated
13 with an intercollegiate program of a university or college of the state
14 system of public higher education, as described in section 10a-1 of the
15 general statutes, or an independent institution of higher education, as
16 defined in section 10a-173 of the general statutes;

17 (4) "Department" means the Department of Consumer Protection;

18 (5) "Electronic wagering platform" means the combination of
19 hardware, software and data networks used to manage, administer,
20 offer or control Internet games or retail sports wagering at a facility in
21 this state;

22 (6) "E-bingo machine" means an electronic device categorized as a
23 class II machine under the federal Indian Gaming Regulatory Act, P.L.
24 100-497, 25 USC 2701 et seq. used to play bingo that is confined to a
25 game cabinet and is substantially similar in appearance and play to a
26 class III slot machine. "E-bingo machine" does not include any other
27 electronic device, aid, instrument, tool or other technological aid used
28 in the play of any in-person class II bingo game;

29 (7) "Entry fee" means the amount of cash or cash equivalent that is
30 required to be paid by an individual to a master wagering licensee in
31 order for such individual to participate in a fantasy contest;

32 (8) "E-sports" means electronic sports and competitive video games
33 played as a game of skill;

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

40 performance of participants in events; and (C) no winning outcome is
41 based on the score, point spread or any performance of any single team
42 or combination of teams or solely on any single performance of a
43 contestant or player in any single event. "Fantasy contest" does not
44 include lottery games;

45 (10) "Internet games" means (A) online casino gaming; (B) online
46 sports wagering; (C) fantasy contests; (D) keno through the Internet, an
47 online service or a mobile application; and (E) the sale of tickets for
48 lottery draw games through the Internet, an online service or a mobile
49 application;

50 (11) "Keno" has the same meaning as provided in section 12-801 of
51 the general statutes, as amended by this act;

52 (12) "Key employee" means an individual with the following position
53 or an equivalent title associated with a master wagering licensee or a
54 licensed online gaming service provider, online gaming operator or
55 sports wagering retailer: (A) President or chief officer, who is the top
56 ranking individual of the licensee and is responsible for all staff and the
57 overall direction of business operations; (B) financial manager, who is
58 the individual who reports to the president or chief officer who is
59 generally responsible for oversight of the financial operations of the
60 licensee, including, but not limited to, revenue generation, distributions,
61 tax compliance and budget implementation; or (C) compliance
62 manager, who is the individual that reports to the president or chief
63 officer and who is generally responsible for ensuring the licensee
64 complies with all laws, regulations and requirements related to the
65 operation of the licensee. "Key employee" includes an individual (i) who
66 exercises control over technical systems; (ii) who has an ownership
67 interest, provided the interest held by such individual and such
68 individual's spouse, parent and child, in the aggregate, is five per cent
69 or more of the total ownership or interest rights in the licensee; or (iii)
70 who, in the judgment of the commissioner, exercises sufficient control
71 in, or over, a licensee as to require licensure. Tribal membership in and
72 of itself shall not constitute ownership for purposes of this subdivision;

73 (13) "Lottery draw game" means any game in which one or more
74 numbers, letters or symbols are randomly drawn at predetermined
75 times, but not more frequently than once every four minutes, from a
76 range of numbers, letters or symbols, and prizes are paid to players
77 possessing winning plays, as set forth in each game's official game rules.
78 "Lottery draw game" does not include keno, any game for which lottery
79 draw tickets are not available through a lottery sales agent or any game
80 that simulates online casino gaming;

81 (14) "Mashantucket Pequot memorandum of understanding" means
82 the memorandum of understanding entered into by and between the
83 state and the Mashantucket Pequot Tribe on January 13, 1993, as
84 amended from time to time;

85 (15) "Mashantucket Pequot procedures" means the Final
86 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
87 of the United States Department of the Interior pursuant to 25 USC
88 2710(d)(7)(B)(vii) and published in 56 Federal Register 24996 (May 31,
89 1991), as amended from time to time;

90 (16) "Master wagering licensee" means (A) the Mashantucket Pequot
91 Tribe, or an instrumentality of or an affiliate wholly-owned by said tribe,
92 if licensed to operate online sports wagering, online casino gaming and
93 fantasy contests pursuant to section 3 of this act; (B) the Mohegan Tribe
94 of Indians of Connecticut, or an instrumentality of or an affiliate wholly-
95 owned by said tribe, if licensed to operate online sports wagering, online
96 casino gaming and fantasy contests pursuant to section 3 of this act; or
97 (C) the Connecticut Lottery Corporation, if licensed pursuant to section
98 4 of this act to operate retail sports wagering, online sports wagering,
99 fantasy contests and keno and to sell tickets for lottery draw games
100 through the Internet, an online service or a mobile application;

101 (17) "Mohegan compact" means the Tribal-State Compact entered
102 into by and between the state and the Mohegan Tribe of Indians of
103 Connecticut on May 17, 1994, as amended from time to time;

104 (18) "Mohegan memorandum of understanding" means the

105 memorandum of understanding entered into by and between the state
106 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994, as
107 amended from time to time;

108 (19) "Occupational employee" means an employee of a master
109 wagering licensee or a licensed online gaming operator, online gaming
110 service provider or sports wagering retailer;

111 (20) "Off-track betting system licensee" means the person or business
112 organization licensed to operate the off-track betting system pursuant
113 to chapter 226 of the general statutes;

114 (21) "Online casino gaming" means (A) slots, blackjack, craps,
115 roulette, baccarat, poker and video poker, bingo, live dealer and other
116 peer-to-peer games and any variations of such games, and (B) any
117 games authorized by the department, conducted over the Internet,
118 including through an Internet web site or a mobile device, through an
119 electronic wagering platform that does not require a bettor to be
120 physically present at a facility;

121 (22) "Online gaming operator" means a person or business entity that
122 operates an electronic wagering platform and contracts directly with a
123 master wagering licensee to offer (A) one or more Internet games on
124 behalf of such licensee, or (B) retail sports wagering on behalf of such
125 licensee at a facility in this state;

126 (23) "Online gaming service provider" means a person or business
127 entity, other than an online gaming operator, that provides goods or
128 services to, or otherwise transacts business related to Internet games or
129 retail sports wagering with, a master wagering licensee or a licensed
130 online gaming operator, online gaming service provider or sports
131 wagering retailer;

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

136 wagering;

137 (25) "Retail sports wagering" means in-person sports wagering
138 requiring a sports bettor to be physically present at one of the up to
139 fifteen facility locations of the Connecticut Lottery Corporation or a
140 licensed sports wagering retailer in this state;

141 (26) "Skin" means the branded or cobranded name and logo on the
142 interface of an Internet web site or a mobile application that bettors use
143 to access an electronic wagering platform for Internet games;

144 (27) "Sporting event" means any (A) sporting or athletic event at
145 which two or more persons participate, individually or on a team, and
146 receive compensation in excess of actual expenses for such participation
147 in such sporting or athletic event; (B) sporting or athletic event
148 sponsored by an intercollegiate athletic program of an institution of
149 higher education or an association of such programs, except for those in
150 which one of the participants is a Connecticut intercollegiate team and
151 the event is not in connection with a permitted intercollegiate
152 tournament; (C) Olympic or international sports competition event; or
153 (D) e-sports event, except for those in which one of the participants is a
154 Connecticut intercollegiate team and the event is not in connection with
155 a permitted intercollegiate tournament. As used in this subdivision,
156 "permitted intercollegiate tournament" means an intercollegiate e-
157 sports, sporting or athletic event involving four or more intercollegiate
158 teams that involves one or more Connecticut intercollegiate teams and
159 the wager on the tournament is based on the outcome of all games
160 within the tournament. "Sporting event" does not include horse racing,
161 jai alai or greyhound racing;

162 (28) "Sports governing body" means the organization that prescribes
163 final rules and enforces codes of conduct with respect to a sporting event
164 and participants in the sporting event;

165 (29) "Sports wagering" means risking or accepting any money, credit,
166 deposit or other thing of value for gain contingent in whole or in part,
167 (A) by any system or method of wagering, including, but not limited to,

168 in person or through an electronic wagering platform, and (B) based on
169 (i) a live sporting event or a portion or portions of a live sporting event,
170 including future or propositional events during such an event, or (ii) the
171 individual performance statistics of an athlete or athletes in a sporting
172 event or a combination of sporting events. "Sports wagering" does not
173 include the payment of an entry fee to play a fantasy contest or a fee to
174 participate in e-sports; and

175 (30) "Sports wagering retailer" means a person or business entity that
176 contracts with the Connecticut Lottery Corporation to facilitate retail
177 sports wagering operated by said corporation through an electronic
178 wagering platform at up to fifteen facilities in this state.

179 Sec. 2. (NEW) (*Effective from passage*) (a) The Governor may enter into
180 amendments to the Mashantucket Pequot procedures and to the
181 Mashantucket Pequot memorandum of understanding with the
182 Mashantucket Pequot Tribe, or a new compact with the Mashantucket
183 Pequot Tribe, and may enter into amendments to the Mohegan compact
184 and to the Mohegan memorandum of understanding with the Mohegan
185 Tribe of Indians of Connecticut, or a new compact with the Mohegan
186 Tribe of Indians of Connecticut, to:

187 (1) Permit the Mashantucket Pequot Tribe and Mohegan Tribe of
188 Indians of Connecticut to each conduct (A) in-person sports wagering
189 on the reservation of the tribe, (B) online sports wagering, provided an
190 individual may only place a sports wager through such online sports
191 wagering if the individual is physically present on the reservation of the
192 tribe conducting the online sports wagering when placing the wager,
193 and (C) fantasy contests, provided an individual may only participate
194 in such a contest if the individual is physically present on the reservation
195 of the tribe conducting the fantasy contest when paying the entry fee for
196 such contest;

197 (2) Provide that any in-person sports wagering, online sports
198 wagering, retail sports wagering or fantasy contests expressly
199 authorized under subdivision (1) of this subsection and sections 3 to 5,

200 inclusive, of this act during the ten-year initial term or the renewal term
201 as provided in subdivision (3) of this subsection, shall not terminate the
202 moratorium against the operation of video facsimile games by the
203 Mashantucket Pequot Tribe and the Mohegan Tribe of Indians of
204 Connecticut on each tribe's reservation, and provide that any new
205 compact or amendment to each tribe's memorandum of understanding
206 does not relieve each tribe from each tribe's obligation to contribute a
207 percentage of the gross operating revenues of video facsimile games to
208 the state as provided in each tribe's memorandum of understanding;

209 (3) Provide that any amendment or new compact entered into
210 pursuant to this section shall be valid for an initial term of ten years and
211 an optional five-year renewal term, provided any such renewal term
212 shall only be effective if mutually consented to and exercised by the
213 Governor and both the Mashantucket Pequot Tribe and the Mohegan
214 Tribe of Indians of Connecticut;

215 (4) Provide that the cessation of authority for either tribe to conduct
216 online sports wagering, online casino gaming and fantasy contests
217 outside its reservation as a result of a violation of the conditions of such
218 authority, as provided for in sections 1 to 22, inclusive, of this act, and
219 the continued authorization of the other tribe, the Connecticut Lottery
220 Corporation or both to conduct activities authorized pursuant to
221 sections 1 to 22, inclusive, of this act, shall not itself terminate the
222 moratorium against the operation of video facsimiles machines or
223 relieve such tribe from any existing obligation to make the contribution
224 to the state under its memorandum of understanding; and

225 (5) Provide that:

226 (A) The amendments or new compacts entered into pursuant to this
227 section shall cease to be effective if:

228 (i) Any provision of an amendment or new compact entered into
229 pursuant to this section is held invalid by a court of competent
230 jurisdiction in a final judgment which is not appealable;

231 (ii) Any provision of sections 1 to 22, inclusive, of this act is held
232 invalid by a court of competent jurisdiction in a final judgment which is
233 not appealable; or

234 (iii) Any amendment made to the provisions of the general statutes
235 pursuant to this act is held invalid by a court of competent jurisdiction
236 in a final judgment which is not appealable; and

237 (B) If such amendments or new compacts cease to be effective
238 pursuant to subparagraph (A) of this subdivision, keno may be operated
239 under the agreements that were entered into pursuant to section 12-806c
240 of the general statutes, as amended by this act, and in effect on the
241 effective date of this section.

242 (b) Notwithstanding the provisions of section 3-6c of the general
243 statutes, each amendment or new compact, or renewal thereof, entered
244 into by the Governor with the Mashantucket Pequot Tribe and with the
245 Mohegan Tribe of Indians of Connecticut pursuant to subsection (a) of
246 this section shall be considered approved by the General Assembly
247 under section 3-6c of the general statutes upon the Governor entering
248 into such an agreement or new compact, or renewal thereof, without
249 any further action required by the General Assembly.

250 (c) Any amendment or new compact entered into pursuant to this
251 section shall be effective and final upon approval by the Secretary of the
252 United States Department of Interior and publication in the Federal
253 Register in accordance with federal law. If such approval is overturned
254 by a court of competent jurisdiction in a final judgment, which is not
255 appealable, (1) the provisions of sections 1 to 22, inclusive, of this act,
256 and the amendments made to provisions of the general statutes
257 pursuant to this act shall cease to be effective, and (2) keno may be
258 operated under the agreements that were entered into pursuant to
259 section 12-806c of the general statutes, as amended by this act, and in
260 effect on the effective date of this section.

261 Sec. 3. (NEW) (*Effective July 1, 2021*) (a) The commissioner may issue
262 a master wagering license to the Mashantucket Pequot Tribe, or an

263 instrumentality or an affiliate wholly-owned by said tribe, and a master
264 wagering license to the Mohegan Tribe of Indians of Connecticut, or an
265 instrumentality or an affiliate wholly-owned by said tribe, and each
266 master wagering license shall permit the licensee to operate one skin for
267 online sports wagering within the state, operate one skin for online
268 casino gaming within the state and operate fantasy contests within the
269 state, pursuant to the provisions of sections 6 to 22, inclusive, of this act,
270 as applicable, provided:

271 (1) Pursuant to section 2 of this act, (A) amendments to the
272 Mashantucket Pequot procedures and to the Mashantucket Pequot
273 memorandum of understanding with the Mashantucket Pequot Tribe,
274 or a new compact with the Mashantucket Pequot Tribe, and (B)
275 amendments to the Mohegan compact and to the Mohegan
276 memorandum of understanding with the Mohegan Tribe of Indians of
277 Connecticut, or a new compact with, the Mohegan Tribe of Indians of
278 Connecticut, are effective;

279 (2) The governing bodies of the Mashantucket Pequot Tribe and the
280 Mohegan Tribe of Indians of Connecticut each enact a resolution
281 providing that (A) such tribe waives the defense of sovereign immunity
282 with respect to any action against such tribe as a master wagering
283 licensee, and against an instrumentality of or affiliate wholly-owned by
284 such tribe that is acting on behalf of such tribe as a master wagering
285 licensee, to compel compliance with the provisions of sections 1 to 22,
286 inclusive, of this act, and, as applicable, section 12-586f of the general
287 statutes, as amended by this act, section 12-586g of the general statutes,
288 as amended by this act, section 12-578f of the general statutes, as
289 amended by this act, section 12-806c of the general statutes, as amended
290 by this act, section 52-553 of the general statutes, as amended by this act,
291 section 52-554 of the general statutes, as amended by this act, section 53-
292 278a of the general statutes, as amended by this act, and section 53-278g
293 of the general statutes, as amended by this act, and the regulations
294 promulgated by the state pursuant to said sections, applicable to the
295 operation of online casino gaming, online sports wagering and fantasy
296 contests outside of the reservation lands of the tribe; (B) if such tribe as

297 master wagering licensee, or such tribe's instrumentality or wholly-
298 owned affiliate that is acting on behalf of such tribe as master wagering
299 licensee, fails to pay any fees or taxes due to the state under sections 1
300 to 22, inclusive, of this act, or, as applicable, section 12-586f of the
301 general statutes, as amended by this act, section 12-586g of the general
302 statutes, as amended by this act, section 12-578f of the general statutes,
303 as amended by this act, section 12-806c of the general statutes, as
304 amended by this act, section 17a-713 of the general statutes, as amended
305 by this act, section 52-553 of the general statutes, as amended by this act,
306 section 52-554 of the general statutes, as amended by this act, section 53-
307 278a of the general statutes, as amended by this act, or section 53-278g
308 of the general statutes, as amended by this act, the tribe waives the
309 defense of sovereign immunity with respect to any action by the state
310 against such tribe as master wagering licensee, or against an
311 instrumentality of or affiliate wholly-owned by such tribe acting on
312 behalf of such tribe as master wagering licensee, to permit the collection
313 of such fees or taxes against such master wagering licensee from the
314 operation of online casino gaming, online sports wagering and fantasy
315 contests, as applicable, outside the reservation lands of the tribe; and (C)
316 the venue for such action or claim shall be in the judicial district of
317 Hartford; and

318 (3) The commissioner has determined that the requirements to issue
319 a master wagering license to the Connecticut Lottery Corporation under
320 section 4 of this act have been met.

321 (b) The holder of a master wagering license issued under subsection
322 (a) of this section may not operate online sports wagering, online casino
323 gaming or fantasy contests until the regulations, including, but not
324 limited to, emergency regulations, adopted by the commissioner
325 pursuant to section 16 of this act are effective.

326 (c) (1) A master wagering license issued pursuant to subsection (a) of
327 this section shall expire (A) upon the expiration of any new compact or
328 amendment, or renewal thereof, entered into pursuant to section 2 of
329 this act, (B) if the tribe holding such license operates E-bingo machines

330 at a casino on the tribe's reservation in this state at any time during the
331 ten-year initial term of any amendment or new compact, as described in
332 subdivision (3) of subsection (a) of section 2 of this act, or (C) if the
333 holder of such master wagering license ceases to be a tribe, or an
334 instrumentality of or an affiliate wholly-owned by a tribe.

335 (2) Upon the expiration of a master wagering license pursuant to
336 subdivision (1) of this subsection, all other licenses associated with the
337 expired master wagering license, including licenses for an online
338 gaming operator or online service provider, and all corresponding key
339 employee or occupational employee licenses, shall expire without the
340 need for any further action by the department.

341 (d) The holder of a master wagering license issued under subsection
342 (a) of this section may enter into an agreement with an online gaming
343 operator for the provision of services for a skin authorized pursuant to
344 this section or for fantasy contests, provided such online gaming
345 operator is licensed by the department under section 8 of this act.

346 Sec. 4. (NEW) (*Effective July 1, 2021*) (a) If amendments to the
347 Mashantucket Pequot procedures and to the Mashantucket Pequot
348 memorandum of understanding with the Mashantucket Pequot Tribe,
349 or a new compact with the Mashantucket Pequot Tribe, and
350 amendments to the Mohegan compact and to the Mohegan
351 memorandum of understanding with the Mohegan Tribe of Indians of
352 Connecticut, or a new compact with the Mohegan Tribe of Indians of
353 Connecticut, are effective pursuant to section 2 of this act, amendments
354 to the agreements entered into pursuant to section 12-806c of the general
355 statutes, as amended by this act, are effective, and the commissioner has
356 determined that the requirements to issue a master wagering license to
357 the Mashantucket Pequot Tribe, or an instrumentality or an affiliate
358 wholly-owned by said tribe, and a master wagering license to the
359 Mohegan Tribe of Indians of Connecticut, or an instrumentality or an
360 affiliate wholly-owned by said tribe, under section 3 of this act have
361 been met, the commissioner may issue a master wagering license to the
362 Connecticut Lottery Corporation to permit the corporation to:

363 (1) Operate retail sports wagering, pursuant to the provisions of
364 sections 5 to 16, inclusive, and section 18 of this act, as applicable, at not
365 more than fifteen facilities located throughout the state, provided no
366 such facility shall be located within twenty-five miles of either tribe's
367 reservation;

368 (2) Operate one skin for online sports wagering outside the
369 reservation of either tribe, pursuant to the provisions of sections 6 to 16,
370 inclusive, and section 18 of this act, as applicable, and the corporation
371 may enter into an agreement with an online gaming operator for the
372 provision of services for such skin provided:

373 (A) Such online gaming operator is licensed by the commissioner;

374 (B) Such skin is not branded along with an entity or brand that
375 operates a physical casino in any jurisdiction;

376 (C) Such skin does not directly market or promote a physical casino
377 that operates in any jurisdiction, including through awarding of players'
378 points or free play, promotions or other marketing activities;

379 (D) The corporation may contract with an entity that operates in a
380 physical casino in any jurisdiction; and

381 (E) If the corporation contracts with an entity that is owned by an
382 operator of a physical casino in any jurisdiction, the entity may not
383 utilize any patron information collected as a result of such contractual
384 agreement with such operator for purposes of marketing or any other
385 purposes related to acquiring patrons;

386 (3) Operate fantasy contests, pursuant to the provisions of sections 6
387 to 16, inclusive, and section 19 of this act, as applicable;

388 (4) Operate keno (A) at retail through retail lottery sales agents of
389 such corporation; and (B) through the corporation's Internet web site,
390 online service or mobile application, provided:

391 (i) Drawings may occur not more frequently than once every three

392 minutes; and

393 (ii) The state makes payments to the Mashantucket Pequot Tribe and
394 the Mohegan Tribe of Indians of Connecticut each in the amount of
395 twelve and one-half per cent of the gross gaming revenue from keno;
396 and

397 (5) Sell lottery tickets for lottery draw games through the
398 corporation's Internet web site, online service or mobile application,
399 provided:

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

403 (B) The corporation submits to the commissioner official game rules
404 for each lottery draw game for which the corporation seeks to sell tickets
405 through the corporation's Internet web site, online service or mobile
406 application, and the commissioner, or an independent third-party
407 selected by the commissioner, approves, in writing, the official rules for
408 such game prior to the sale of any tickets through the corporation's
409 Internet web site, online service or mobile application for such game,
410 provided all costs associated with obtaining approval by an
411 independent third-party shall be paid by the corporation; and

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

416 (b) Upon issuance of the master wagering licenses under section 3 of
417 this act, the commissioner may, as soon as practicable, issue a license
418 under subsection (a) of this section to the Connecticut Lottery
419 Corporation.

420 (c) The Connecticut Lottery Corporation shall not conduct any of the
421 activities authorized by subsection (a) of this section until regulations,

422 including, but not limited to, emergency regulations, adopted by the
423 commissioner pursuant to section 16 of this act are effective.

424 (d) After the corporation commences the sale of lottery tickets for
425 lottery draw games through the corporation's Internet web site, online
426 service or mobile application pursuant to subsection (a) of this section,
427 the corporation: (1) May implement initiatives to promote the purchase
428 of lottery tickets through lottery sales agents; (2) may implement
429 initiatives to promote both the purchase of tickets for lottery draw
430 games through the corporation's Internet web site, online service or
431 mobile application and the purchase of lottery tickets through lottery
432 sales agents; and (3) shall conduct a public awareness campaign to
433 educate the public regarding responsible gambling and to inform the
434 public of the programs available for the prevention, treatment and
435 rehabilitation of compulsive gamblers in the state.

436 (e) (1) The authority of the Connecticut Lottery Corporation to
437 conduct activities pursuant to a master wagering license issued under
438 subsection (a) of this section shall expire upon the expiration of any new
439 compact or amendment, or renewal thereof, entered into pursuant to
440 section 2 of this act.

441 (2) Upon the expiration of a master wagering license pursuant to
442 subdivision (1) of this subsection, all other licenses associated with the
443 expired master wagering license, including licenses for an online
444 gaming operator, online service provider or sports wagering retailer
445 and all corresponding key and occupational employee licenses, shall
446 expire without the need for any further action by the department.

447 (f) For purposes of this section, "gross gaming revenue from keno"
448 means the total of all sums actually received by the Connecticut Lottery
449 Corporation from operating keno both through lottery sales agents and
450 through the corporation's Internet web site, online service or mobile
451 application less the total of all sums paid as winnings to patrons and any
452 federal excise tax applicable to such sums received, provided the total
453 of all sums paid as winnings to such patrons shall not include the cash

454 equivalent value of any merchandise or thing of value included in a
455 jackpot or payout.

456 Sec. 5. (NEW) (*Effective July 1, 2021*) (a) Pursuant to a license issued
457 under section 4 of this act, the Connecticut Lottery Corporation may
458 operate not more than fifteen retail sports wagering facilities in the state.
459 The corporation (1) shall develop new facilities, or enter into an
460 agreement with a state entity or a business entity to act as a sports
461 wagering retailer at facilities in the cities of Bridgeport and Hartford,
462 and (2) may enter into one or more other agreements, which may
463 include an agreement or agreements with the off-track betting system
464 licensee to act as a sports wagering retailer.

465 (b) Prior to the corporation contracting with any person or entity to
466 act as a sports wagering retailer, the person or entity shall obtain a sports
467 wagering retailer license pursuant to section 7 of this act.

468 (c) Any retail sports wagering conducted under an agreement under
469 subsection (a) of this section, shall be conducted pursuant to sections 6
470 to 16, inclusive, of this act.

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

475 Sec. 6. (NEW) (*Effective July 1, 2021*) (a) No online gaming service
476 provider shall provide goods or services to, or otherwise transact
477 business related to Internet games or retail sports wagering with, a
478 master wagering licensee or a licensed online gaming operator, sports
479 wagering retailer or online gaming service provider in the state without
480 a license from the department, if such a license is required under the
481 provisions of subsection (b) of this section. An online gaming service
482 provider shall apply for a license on a form and in a manner prescribed
483 by the commissioner. Such license shall be renewed annually. The initial
484 application fee for an online gaming service provider license shall be
485 two thousand dollars and the annual renewal fee shall be two thousand

486 dollars.

487 (b) The commissioner shall establish through regulations adopted
488 pursuant to section 16 of this act, the criteria for determining when
489 licensure as an online gaming service provider is required, based, in
490 part, on whether the online gaming service provider (1) provides goods
491 or services related to accepting wagers for Internet games or retail sports
492 wagering, including, but not limited to, services to determine the
493 location and identity of customers such as geolocation and "know your
494 customer" services, payment processing and data provision, or (2)
495 provides other goods or services that the department determines are
496 used in, or are incidental to, Internet games or retail sports wagering, in
497 a manner requiring licensing in order to contribute to the public
498 confidence and trust in the credibility and integrity of the gaming
499 industry in this state.

500 (c) The department shall transfer any licensing fee collected pursuant
501 to subsection (a) of this section for an online gaming service provider
502 that is affiliated with the holder of a master wagering license issued
503 under section 3 of this act to the State Sports Wagering and Online
504 Gaming Regulatory Fund established under section 20 of this act.

505 Sec. 7. (NEW) (*Effective July 1, 2021*) (a) No sports wagering retailer
506 shall provide services to the Connecticut Lottery Corporation under
507 section 5 of this act without a license from the department. A sports
508 wagering retailer shall apply for a license on a form and in a manner
509 prescribed by the commissioner. Such license shall be renewed
510 annually. The initial application fee for a sports wagering retailer license
511 shall be twenty thousand dollars and the annual renewal fee shall be
512 twenty thousand dollars.

513 (b) The Connecticut Lottery Corporation, if licensed to operate retail
514 sports wagering under section 4 of this act, shall not be required to
515 obtain a sports wagering retailer license.

516 Sec. 8. (NEW) (*Effective July 1, 2021*) (a) No online gaming operator
517 shall provide services to a master wagering licensee or a licensed sports

518 wagering retailer in the state without a license from the department. An
519 online gaming operator shall apply for a license on a form and in a
520 manner prescribed by the commissioner. Such license shall be renewed
521 annually. The initial license application fee shall be two hundred fifty
522 thousand dollars and the annual renewal fee shall be one hundred
523 thousand dollars.

524 (b) The department shall transfer any licensing fee collected pursuant
525 to subsection (a) of this section for an online gaming operator that is
526 affiliated with the holder of a master wagering license issued under
527 section 3 of this act to the State Sports Wagering and Online Gaming
528 Regulatory Fund established under section 20 of this act.

529 Sec. 9. (NEW) (*Effective July 1, 2021*) (a) An occupational employee,
530 other than a key employee, of a master wagering licensee or a licensed
531 online gaming operator, online gaming service provider or sports
532 wagering retailer who will be directly or substantially involved in the
533 operation of Internet games or retail sports wagering in a manner
534 impacting the integrity of such gaming or wagering, data security,
535 patron interaction, game or equipment testing or any other aspect of the
536 gaming activity of a licensee that impacts the integrity of gaming, shall
537 obtain an occupational employee license prior to commencing such
538 employment. An occupational employee shall be deemed to be directly
539 or substantially involved in the operation of Internet games or retail
540 sports wagering in a manner impacting the integrity of such gaming or
541 wagering if such employee: (1) Has the capability of affecting the
542 outcome of a wager through deployment of code to production for any
543 critical component of an electronic wagering platform; (2) (A) can
544 deploy code to production, and (B) directly supervises individuals who
545 have the capability of affecting the outcome of Internet games through
546 deployment of code to production for other than read-only access or the
547 equivalent access to any critical component of an electronic wagering
548 platform; or (3) directly manages gaming operations or directly
549 supervises an individual who directly manages gaming operations. For
550 purposes of this subsection, a "critical component" means a component
551 of an electronic wagering platform that records, stores, processes,

552 shares, transmits or receives sensitive information, such as validation
553 numbers and personal identification numbers, or which stores the
554 results or the current state of a participant's wager for an Internet game.

555 (b) An occupational employee shall apply for an occupational
556 employee license on a form and in a manner prescribed by the
557 commissioner. Such license shall be renewed annually. The initial
558 license application fee for an occupational employee licensee shall be
559 fifty dollars and the annual renewal fee shall be fifty dollars. The initial
560 license application fee shall be waived for any occupational employee
561 who holds an active occupational gaming license issued by the
562 department.

563 (c) The department shall transfer any licensing fee collected pursuant
564 to subsection (a) of this section for an occupational employee of the
565 holder of a master wagering license under section 3 of this act, or of an
566 online gaming operator or an online gaming service provider that is
567 affiliated with such a holder of a master wagering license, to the State
568 Sports Wagering and Online Gaming Regulatory Fund established
569 under section 20 of this act.

570 Sec. 10. (NEW) (*Effective July 1, 2021*) (a) Each master wagering
571 licensee or licensed online gaming operator, online gaming service
572 provider or sports wagering retailer shall, on or before July 1, 2022, and
573 annually thereafter, provide in writing, to the department a list of the
574 key employees representing the licensee.

575 (b) A key employee of a master wagering licensee or licensed online
576 gaming operator, online gaming service provider or sports wagering
577 retailer shall obtain a key employee license from the department
578 pursuant to this section. The commissioner may establish, through
579 regulations adopted pursuant to section 16 of this act, criteria to exercise
580 discretion to determine that an individual who is a key employee is not
581 required to be licensed as a key employee in order to protect the
582 integrity of gaming.

583 (c) (1) A key employee shall apply for a license on a form and in a

584 manner prescribed by the commissioner. Such form may require the
585 applicant to: (A) Submit to a state and national criminal history records
586 check conducted in accordance with section 29-17a of the general
587 statutes, which may include a financial history check if requested by the
588 commissioner, to determine the character and fitness of the applicant for
589 the license, (B) provide information related to other business affiliations,
590 and (C) provide or allow the department to obtain such other
591 information as the department determines is consistent with the
592 requirements of this section in order to determine the fitness of the
593 applicant to hold a license.

594 (2) In place of the criminal history records check described in
595 subparagraph (A) of subdivision (1) of this subsection, the
596 commissioner may accept from an applicant for an initial key employee
597 license the submission of a third-party local and national criminal
598 background check that includes a multistate and multijurisdictional
599 criminal record locator or other similar commercial nation-wide
600 database with validation, and other such background screening as the
601 commissioner may require. Any such third-party criminal background
602 check shall be conducted by a third-party consumer reporting agency or
603 background screening company that is in compliance with the federal
604 Fair Credit Reporting Act and accredited by the Professional
605 Background Screening Association.

606 (d) A key employee license shall be renewed annually. The initial
607 license application fee for a key employee licensee shall be two hundred
608 dollars and the annual renewal fee shall be two hundred dollars. The
609 initial application fee shall be waived for a key employee who holds an
610 active occupational gaming license issued by the department.

611 (e) The department shall transfer any licensing fee collected pursuant
612 to subsection (a) of this section for a key employee of the holder of a
613 master wagering license under section 3 of this act, or of an online
614 gaming operator or an online gaming service provider that is affiliated
615 with such a holder of a master wagering license, to the State Sports
616 Wagering and Online Gaming Regulatory Fund established under

617 section 20 of this act.

618 Sec. 11. (NEW) (*Effective July 1, 2021*) Any individual who is a key
619 employee or an occupational employee of a master wagering licensee
620 described in section 3 of this act or of an online gaming operator or
621 online gaming service provider that is an Indian tribe or an
622 instrumentality of or affiliate wholly-owned by an Indian tribe shall not
623 be permitted to raise sovereign immunity as a defense to any action to
624 enforce applicable provisions of sections 1 to 22, inclusive, of this act or,
625 as applicable, section 12-586f of the general statutes, as amended by this
626 act, section 12-586g of the general statutes, as amended by this act,
627 section 12-578f of the general statutes, as amended by this act, section
628 12-806c of the general statutes, as amended by this act, section 52-553 of
629 the general statutes, as amended by this act, section 52-554 of the general
630 statutes, as amended by this act, section 53-278a of the general statutes,
631 as amended by this act, or section 53-278g of the general statutes, as
632 amended by this act, and regulations adopted under said sections
633 against such individual in his or her capacity as a key or occupational
634 employee to the extent that such action may be brought against a key or
635 occupational employee under any provision of the general statutes or
636 the regulations of Connecticut state agencies.

637 Sec. 12. (NEW) (*Effective July 1, 2021*) (a) The commissioner may
638 conduct investigations and hold hearings on any matter under the
639 provisions of sections 3 to 22, inclusive, of this act. Each person or
640 business entity issued a license pursuant to section 3 or 4, or sections 6
641 to 10, inclusive, of this act and each person in charge, or having custody,
642 of documents on behalf of a licensee, shall maintain such documents
643 that are related to any operations under the provisions of sections 3 to
644 22, inclusive, of this act, in an auditable format for the current taxable
645 year and the five preceding taxable years. Upon request, such person or
646 business entity shall make such documents immediately available for
647 inspection and copying by the commissioner and shall produce copies
648 of such documents to the commissioner or the commissioner's
649 authorized representative within two business days. Such documents
650 shall be provided to the commissioner in electronic format, unless not

651 commercially practical. In complying with the provisions of this
652 subsection, no person shall use a foreign language, codes or symbols in
653 the keeping of any required document.

654 (b) The commissioner may issue subpoenas, administer oaths,
655 compel testimony and order the production of books, records and
656 documents. If any person refuses to appear, to testify or to produce any
657 book, record or document when so ordered, upon application of the
658 commissioner, a judge of the Superior Court may make such order as
659 may be appropriate to aid in the enforcement of this section.

660 (c) The Attorney General, at the request of the commissioner, is
661 authorized to apply in the name of the state to the Superior Court for an
662 order temporarily or permanently restraining and enjoining any person
663 from violating any provision of sections 3 to 22, inclusive, of this act.

664 (d) The provisions of this section shall not apply to any gaming
665 conducted on any reservation of the Mashantucket Pequot Tribe or the
666 Mohegan Tribe of Indians of Connecticut under the federal Indian
667 Gaming Regulatory Act, P.L. 100-497, 25 USC 2701 et seq.

668 Sec. 13. (NEW) (*Effective July 1, 2021*) (a) For sufficient cause found
669 pursuant to subsection (b) of this section, the commissioner may
670 suspend or revoke a license issued pursuant to section 3 or 4 or sections
671 6 to 10, inclusive, of this act, issue fines of not more than twenty-five
672 thousand dollars per violation, accept an offer in compromise or refuse
673 to grant or renew a license issued pursuant to section 3 or 4 or sections
674 6 to 10, inclusive, of this act, place the holder of a license issued pursuant
675 to section 3 or 4 or sections 6 to 10, inclusive, of this act on probation,
676 place conditions on such license or take other actions permitted by the
677 general statutes or the regulations of Connecticut state agencies.

678 (b) Any of the following may constitute sufficient cause for such
679 action by the commissioner, including, but not limited to:

680 (1) Furnishing of false or fraudulent information in any license
681 application or failure to comply with representations made in any

682 application;

683 (2) A civil judgment against, or criminal conviction of, a licensee or
684 key employee of an applicant or licensee;

685 (3) Discipline by, or a pending disciplinary action or an unresolved
686 complaint against, an owner, key employee or applicant regarding any
687 professional license or registration of any federal, state or local
688 government;

689 (4) Denial, suspension or revocation of a license or registration, or the
690 denial of a renewal of a license or registration, by any federal, state or
691 local government or a foreign jurisdiction;

692 (5) False, misleading or deceptive representations to the public or the
693 department;

694 (6) Involvement in a fraudulent or deceitful practice or transaction;

695 (7) Performance of negligent work that involves a substantial
696 monetary loss or a significant lack of sound judgment;

697 (8) Permitting another person to use the licensee's license;

698 (9) Failure to properly license occupational employees, or failure to
699 notify the department of a change in key employees or owners;

700 (10) An adverse administrative decision or delinquency assessment
701 against the licensee from the Department of Revenue Services;

702 (11) Failure to cooperate or give information to the department, local
703 law enforcement authorities or any other enforcement agency upon any
704 matter related to the licensee's credential or gaming operations; or

705 (12) Failure to comply with any provision of sections 1 to 22,
706 inclusive, of this act, corresponding regulations or any other provision
707 of the general statutes that has an impact on the integrity of gaming in
708 this state, including, but not limited to, failure of an online gaming
709 operator who contracts with the Connecticut Lottery Corporation to

710 abide by the conditions for operation set forth in subparagraphs (B), (C)
711 or (E) of subdivision (2) of subsection (a) of section 4 of this act.

712 (c) Upon refusal to issue or renew a license, the commissioner shall
713 notify the applicant of the denial and of the applicant's right to request
714 a hearing not later than ten days after the date of receipt of the notice of
715 denial. If the applicant requests a hearing within such ten-day period,
716 the commissioner shall give notice of the grounds for the
717 commissioner's refusal and shall conduct a hearing concerning such
718 refusal in accordance with the provisions of chapter 54 of the general
719 statutes concerning contested cases. If the commissioner's denial of a
720 license is sustained after such hearing, an applicant shall not apply for a
721 new license issued pursuant to section 3 or 4 or sections 6 to 10,
722 inclusive, of this act, for a period of at least one year after the date on
723 which such denial was sustained.

724 (d) No person whose license has been revoked under this section may
725 apply for another license issued pursuant to section 3 or 4 or sections 6
726 to 10, inclusive, of this act, for a period of at least one year after the date
727 of such revocation.

728 (e) The voluntary surrender or failure to renew a license or
729 registration shall not prevent the commissioner from suspending or
730 revoking such license or registration or imposing other penalties
731 permitted by this section.

732 Sec. 14. (NEW) (*Effective July 1, 2021*) (a) (1) An individual may only
733 place a sports wager through retail sports wagering or online sports
734 wagering outside of the reservations of the Mashantucket Pequot Tribe
735 and the Mohegan Tribe of Indians of Connecticut or place a wager
736 through online casino gaming conducted outside of such reservations,
737 if the wagering is authorized pursuant to sections 3 to 5, inclusive, of
738 this act, and the individual (A) has attained the age of twenty-one, and
739 (B) is physically present in the state when placing the wager, and, in the
740 case of retail sports wagering, is physically present at a retail sports
741 wagering facility in this state.

742 (2) An individual may only participate in a fantasy contest outside of
743 the reservations of the Mashantucket Pequot Tribe and the Mohegan
744 Tribe of Indians of Connecticut if the contest is authorized pursuant to
745 section 3 or 4 of this act, and the individual has attained the age of
746 eighteen.

747 (b) Any electronic wagering platform used to (1) conduct online
748 sports wagering or online casino gaming, (2) conduct keno through the
749 Internet web site, an online service or a mobile application of the
750 Connecticut Lottery Corporation, (3) conduct retail sports wagering, (4)
751 sell lottery draw game tickets through the Internet web site, online
752 service or mobile application of the Connecticut Lottery Corporation, or
753 (5) conduct fantasy contests, shall be developed to:

754 (A) Verify that an individual (i) with an account for online sports
755 wagering, online casino gaming or retail sports wagering is twenty-one
756 years of age or older and is physically present in the state when placing
757 a wager or, in the case of retail sports wagering, is physically present at
758 a retail sports wagering facility, (ii) with an account to participate in
759 keno or to purchase lottery draw game tickets is eighteen years of age
760 or older and is physically present in the state when participating or
761 purchasing such tickets, or (iii) with an account for fantasy contests is
762 eighteen years of age or older;

763 (B) Provide a mechanism to prevent the unauthorized use of a
764 wagering account; and

765 (C) Maintain the security of wagering, participation or purchasing
766 data and other confidential information.

767 (c) A master wagering licensee and a licensed online gaming
768 operator, online gaming service provider and sports wagering retailer
769 shall each, where applicable based on the services provided:

770 (1) Prohibit an individual from establishing more than one account
771 on each electronic wagering platform operated by the licensee;

772 (2) Limit a person to the use of only one debit card or only one credit
773 card for an account, and place a monetary limit on the use of a credit
774 card over a period of time;

775 (3) Allow a person to limit the amount of money that may be
776 deposited into an account, and spent per day through an account;

777 (4) Provide that any money in an online account belongs solely to the
778 owner of the account and may be withdrawn by the owner;

779 (5) Establish a voluntary self-exclusion process to allow a person to
780 (A) exclude himself or herself from establishing an account, (B) exclude
781 himself or herself from placing wagers through an account, or (C) limit
782 the amount such person may spend using such an account;

783 (6) Provide responsible gambling and problem gambling information
784 to participants; and

785 (7) Conspicuously display on each applicable Internet web site or
786 mobile application:

787 (A) A link to a description of the provisions of this subsection;

788 (B) A link to responsible gambling information;

789 (C) A toll-free telephone number an individual may use to obtain
790 information about problem gambling;

791 (D) A link to information about the voluntary self-exclusion process
792 described in subdivision (5) of this subsection;

793 (E) A clear display or periodic pop-up message of the amount of time
794 an individual has spent on the operator's Internet web site or mobile
795 application;

796 (F) A means to initiate a break in play to discourage excessive play;
797 and

798 (G) A clear display of the amount of money available to the

799 individual in his or her account.

800 (d) At least every five years, each master wagering licensee shall be
801 subject to an independent review of operations conducted pursuant to
802 such license for responsible play, as assessed by industry standards and
803 performed by a third party approved by the department, which review
804 shall be paid for by the licensee.

805 (e) No advertisement of online casino gaming, online sports wagering
806 or retail sports wagering may: (1) Depict an individual under twenty-
807 one years of age, unless such individual is a professional athlete or a
808 collegiate athlete who, if permitted by applicable law, is able to profit
809 from the use of his or her name and likeness; or (2) be aimed exclusively
810 or primarily at individuals under twenty-one years of age.

811 Sec. 15. (NEW) (*Effective July 1, 2021*) (a) (1) No athlete, coach or
812 referee who takes part in a sporting event and no individual
813 participating in e-sports shall place any sports wager on any sporting
814 event in which such athlete, coach, referee or individual is participating.

815 (2) No athlete, coach or referee who takes part in a sporting event of
816 a sports governing body; employee of a sports governing body holding
817 a position of authority or influence sufficient to exert influence over
818 participants in a sporting event; employee of a member team of a sports
819 governing body holding a position of authority or influence sufficient to
820 exert influence over participants in a sporting event; or personnel of any
821 bargaining unit of a sports governing body's athletes or referees, shall
822 place any wager on any sporting event overseen by such governing
823 body.

824 (3) No owner with a direct or indirect legal or beneficial ownership
825 interest of five per cent or more of a member team of a sports governing
826 body shall place any wager on a sporting event in which such member
827 team participates. Tribal membership in and of itself shall not constitute
828 ownership for purposes of this section.

829 (b) In determining which individuals are prohibited from placing a

830 wager under subsection (a) of this section, a master wagering licensee
831 or a licensed online gaming operator, sports wagering retailer or online
832 gaming service provider shall use reasonably available public
833 information and exercise reasonable efforts to obtain information from
834 the department or the relevant sports governing body regarding (1)
835 owners with a direct or indirect legal or beneficial ownership interest of
836 five per cent or more of a member team of a sports governing body; and
837 (2) employees holding a position of authority or influence sufficient to
838 exert influence over participants in sporting events.

839 (c) An individual shall only place a sports wager on such individual's
840 behalf and shall not wager on the account of, or for, any other person.
841 No master wagering licensee or a licensed online gaming operator,
842 sports wagering retailer or online gaming service provider shall accept
843 a wager from a person on the account of, or for, any other person.

844 (d) An officer, director, owner, key employee or occupational
845 employee of a master wagering licensee or a licensed online gaming
846 operator, sports wagering retailer or online gaming service provider or
847 a family member who resides in the same household as such officer,
848 director, owner, key employee or occupational employee, shall not place
849 any wager on a sporting event with such master wagering licensee or its
850 licensed sports wagering retailer or online gaming operator. Tribal
851 membership in and of itself shall not constitute ownership for purposes
852 of this section.

853 (e) A master wagering licensee or a licensed online gaming operator,
854 sports wagering retailer or online gaming service provider shall not
855 knowingly pay any winnings to a person who places a wager in
856 violation of this section.

857 (f) A sports governing body may request that the commissioner
858 restrict, limit or exclude wagering on a sporting event or events by
859 providing notice in such form and manner as the commissioner
860 prescribes. The commissioner may take such action as the commissioner
861 deems necessary to ensure the integrity of wagering on such sporting

862 event or events.

863 Sec. 16. (NEW) (*Effective July 1, 2021*) The commissioner shall adopt
864 regulations, in accordance with the provisions of chapter 54 of the
865 general statutes, to the extent not prohibited by federal law or any
866 gaming agreement or procedure entered into pursuant to the Indian
867 Gaming Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., to implement
868 the provisions of sections 3 to 15, inclusive, of this act. Notwithstanding
869 the requirements of subdivision (1) of subsection (g) of section 4-168 of
870 the general statutes, the commissioner may adopt such regulations as
871 emergency regulations without making the finding required under
872 subparagraph (A) of subdivision (1) of subsection (g) of section 4-168 of
873 the general statutes, provided the Governor approves the need for such
874 emergency regulations, and the other requirements of subsection (g) of
875 section 4-168 of the general statutes shall apply. Such regulations shall
876 address:

877 (1) The operation of, and participation in, Internet games and retail
878 sports wagering;

879 (2) Licensing requirements, including criteria for determining when
880 licensure as (A) an online gaming service provider is required; and (B)
881 a key employee is not necessary in order to protect the integrity of
882 gaming;

883 (3) Designation of additional games that may be permitted as online
884 casino gaming;

885 (4) Voluntary self-exclusion programs for Internet games and retail
886 sports wagering;

887 (5) Technical standards, security features and testing applicable to
888 gaming operations and systems, including electronic wagering
889 platforms;

890 (6) Game procedure approval;

891 (7) Complaint resolution processes;

- 892 (8) Enforcement actions;
- 893 (9) Standards for age and location verification programs;
- 894 (10) Revenue auditing and reporting standards, which shall include
895 a requirement that all payments be accompanied by a detailed
896 supporting report on a form approved by the commissioner;
- 897 (11) Compliance reporting and disclosure requirements;
- 898 (12) Marketing and advertising standards; and
- 899 (13) Any other provisions deemed necessary by the commissioner to
900 protect the public interest and the integrity of gaming.

901 Sec. 17. (NEW) (*Effective July 1, 2021*) (a) A master wagering licensee,
902 if licensed to operate online casino gaming pursuant to section 3 of this
903 act, shall pay to the state for deposit in the General Fund: (1) Eighteen
904 per cent of the gross gaming revenue from online casino gaming
905 authorized under section 3 of this act during the five-year period after
906 the first issuance of a license for such gaming under section 3 of this act,
907 or (2) twenty per cent of the gross gaming revenue from online casino
908 gaming authorized under section 3 of this act during the sixth and any
909 succeeding year after the first issuance of a license for such gaming
910 under section 3 of this act. Each such licensee shall commence payments
911 under this subsection not later than the fifteenth day of the month
912 following the month such licensee began the operation of online casino
913 gaming under section 3 of this act, and shall make payments not later
914 than the fifteenth day of each succeeding month, while such online
915 casino gaming is conducted.

916 (b) For purposes of this section, "gross gaming revenue" means the
917 total of all sums actually received by each such licensee from online
918 casino gaming less the total of all sums paid as winnings to online casino
919 gaming patrons and any federal excise tax applicable to such sums
920 received, provided:

921 (1) The total of all sums paid as winnings to such patrons shall not

922 include the cash equivalent value of any merchandise or thing of value
923 included in a jackpot or payout; and

924 (2) Coupons or credits that are issued to patrons for the sole purpose
925 of playing online casino games and are linked to online casino gaming
926 in a documented way as part of a promotional program and actually
927 played by the patrons shall not be included in the calculation of gross
928 gaming revenue from online casino gaming, provided if the aggregate
929 amount of such coupons and credits played during a calendar month
930 (A) exceeds twenty-five per cent of the total amount of gross gaming
931 revenue for that month, for any month during the first year that the
932 operation of online casino gaming is permitted, (B) exceeds twenty per
933 cent of the total amount of gross gaming revenue for that month, for any
934 month during the second year that the operation of online casino
935 gaming is permitted, or (C) exceeds fifteen per cent of the total amount
936 of gross gaming revenue for that month, for any month during the third
937 or succeeding year that the operation of online casino gaming is
938 permitted, then the applicable excess amount of coupons or credits used
939 in such calendar month shall be included in the calculation of gross
940 gaming revenue. For the purpose of this subdivision, the year of
941 operation of online casino gaming shall be measured from the date that
942 the first master wagering license is issued pursuant to section 3 of this
943 act or the date that regulations, including, but not limited to, emergency
944 regulations, are adopted and effective pursuant to section 16 of this act,
945 whichever is later.

946 Sec. 18. (NEW) (*Effective July 1, 2021*) (a) A master wagering licensee,
947 if licensed to operate online sports wagering or retail sports wagering
948 pursuant to section 3 or 4 of this act, shall pay to the state for deposit in
949 the General Fund: Thirteen and three-quarters per cent of the gross
950 gaming revenue from online or retail sports wagering authorized under
951 section 3 or 4 of this act, as applicable. Each such licensee shall
952 commence payments under this subsection not later than the fifteenth
953 day of the month following the month that the operation of online or
954 retail sports wagering commences under section 3 or 4 of this act, as
955 applicable, and shall make payments not later than the fifteenth day of

956 each succeeding month, while such retail or online sports wagering is
957 conducted.

958 (b) For purposes of this section, "gross gaming revenue" means the
959 total of all sums actually received by each such licensee from online
960 sports wagering or retail sports wagering, as applicable, less the total of
961 all sums paid as winnings to sports wagering patrons and any federal
962 excise tax applicable to such sums received, provided:

963 (1) The total of all sums paid as winnings to such patrons shall not
964 include the cash equivalent value of any merchandise or thing of value
965 included in a jackpot or payout.

966 (2) Coupons or credits that are issued to patrons for the sole purpose
967 of sports wagering and are linked to sports wagering in a documented
968 way as part of a promotional program and actually played by the
969 patrons shall not be included in the calculation of gross gaming revenue
970 from sports wagering, provided if the aggregate amount of such
971 coupons and credits played during a calendar month (A) exceeds
972 twenty-five per cent of the total amount of gross gaming revenue for
973 that month, for any month during the first year that the operation of
974 sports wagering is permitted, (B) exceeds twenty per cent of the total
975 amount of gross gaming revenue for that month, for any month during
976 the second year that the operation of sports wagering is permitted, or
977 (C) exceeds fifteen per cent of the total amount of gross gaming revenue
978 for that month, for any month during the third or succeeding year that
979 the operation of sports wagering is permitted, then the applicable excess
980 amount of coupons or credits used in such calendar month shall be
981 included in the calculation of gross gaming revenue. For the purpose of
982 this subdivision, the year of operation of sports wagering shall be
983 measured from the date that the first master wagering license is issued
984 pursuant to section 3 or 4 of this act or the date that regulations,
985 including, but not limited to, emergency regulations, are adopted and
986 effective pursuant to section 16 of this act, whichever is later.

987 Sec. 19. (NEW) (*Effective July 1, 2021*) (a) A master wagering licensee,

988 if licensed to operate fantasy contests pursuant to section 3 or 4 of this
989 act, shall pay to the state for deposit in the General Fund: Thirteen and
990 three-quarters per cent of the gross receipts from fantasy contests. Each
991 such licensee shall commence payments under this subsection not later
992 than the fifteenth day of the month following the month that such
993 licensee commences operation of fantasy contests, and shall make
994 payments not later than the fifteenth day of each succeeding month,
995 while such fantasy contests are conducted.

996 (b) For purposes of this section, (1) "gross receipts" means the amount
997 equal to the total of all entry fees that a master wagering licensee collects
998 from individuals who participate in a fantasy contest, less the total of all
999 sums paid out as prizes to all fantasy contest participants, multiplied by
1000 the location percentage; and (2) "location percentage" means the
1001 percentage rounded to the nearest tenth of a per cent of the total of entry
1002 fees collected from fantasy contest participants located in the state,
1003 divided by the total of entry fees collected from all fantasy contest
1004 participants.

1005 Sec. 20. (NEW) (*Effective July 1, 2021*) (a) (1) At the commencement of
1006 operating online sports wagering or online casino gaming pursuant to
1007 section 3 of this act in any fiscal year, and on or before September
1008 thirtieth in each fiscal year thereafter that such wagering and gaming is
1009 conducted, the commissioner shall estimate and assess, after
1010 consultation with each holder of a master wagering license under
1011 section 3 of this act, the reasonable and necessary costs that will be
1012 incurred by the department to regulate the operation of such wagering
1013 or gaming under section 3 and sections 6 to 16, inclusive, of this act by
1014 each such licensee, (A) in the next fiscal year; and (B) in the case of the
1015 initial fiscal year of operating such wagering and gaming, in the current
1016 fiscal year.

1017 (2) The estimated costs under subdivision (1) of this subsection shall
1018 not exceed the estimate of expenditure requirements transmitted by the
1019 commissioner pursuant to section 4-77 of the general statutes. The
1020 assessment for any fiscal year shall be: (A) Reduced pro rata by the

1021 amount of any surplus from the assessment of the prior fiscal year,
1022 which shall be maintained in accordance with subsection (d) of this
1023 section, or (B) increased pro rata by the amount of any deficit from the
1024 assessment of the prior fiscal year.

1025 (3) The assessment under subdivision (1) of this subsection for the
1026 holder of a master wagering license issued under section 3 of this act
1027 shall be reduced by the amount of any licensing fees paid to the
1028 department for a license for an online gaming operator, an online
1029 gaming service provider and any corresponding key employee and
1030 occupational employee affiliated with such holder of a master wagering
1031 license during the prior fiscal year.

1032 (b) Each holder of a master wagering license under section 3 of this
1033 act shall pay to the commissioner the amount assessed to such licensee
1034 pursuant to subsection (a) of this section not later than the date specified
1035 by the commissioner for payment, provided such date is not less than
1036 thirty days from the date of such assessment and no payment shall be
1037 due prior to the commencement of wagering and gaming operations by
1038 such licensee. The commissioner shall remit to the State Treasurer all
1039 funds received pursuant to this section.

1040 (c) (1) There is established a fund to be known as the "State Sports
1041 Wagering and Online Gaming Regulatory Fund". The fund shall contain
1042 any moneys required or permitted to be deposited in the fund, including
1043 licensing fees transferred by the department under the provisions of
1044 sections 6 and 8 to 10, inclusive, of this act, and shall be held by the
1045 Treasurer separate and apart from all other moneys, funds and
1046 accounts. Any balance remaining in said fund at the end of any fiscal
1047 year shall be carried forward in said fund for the fiscal year next
1048 succeeding. Moneys in the fund shall be expended by the Treasurer for
1049 the purposes of paying the costs incurred by the department to regulate
1050 online sports wagering and online casino gaming authorized under
1051 section 3 of this act.

1052 (2) The Treasurer shall deposit all funds received pursuant to

1053 subsection (b) of this section in the State Sports Wagering and Online
1054 Gaming Regulatory Fund.

1055 (d) On or before September thirtieth, annually, the Comptroller shall
1056 calculate the actual reasonable and necessary costs incurred by the
1057 department to regulate such online sports wagering and online casino
1058 gaming authorized under section 3 of this act during the prior fiscal
1059 year. The Treasurer shall set aside amounts received pursuant to
1060 subsection (b) of this section in excess of such actual costs. Such excess
1061 amounts shall be considered a surplus for the purposes of subsection (a)
1062 of this section.

1063 (e) If the holder of a master wagering license under section 3 of this
1064 act is aggrieved by an assessment under the provisions of this section,
1065 the licensee may request a hearing before the commissioner not later
1066 than thirty days after such assessment. The commissioner shall hold
1067 such hearing in accordance with the provisions of chapter 54 of the
1068 general statutes not later than thirty days after receiving such request,
1069 and the decision of the commissioner may be appealed in accordance
1070 with the provisions of section 4-183 of the general statutes.

1071 Sec. 21. (NEW) (*Effective July 1, 2021*) (a) During the five-year period
1072 commencing on the date the first license is issued pursuant to section 3
1073 of this act, (1) any payment to the state made by the Mashantucket
1074 Pequot Tribe, or a master wagering licensee on behalf of said tribe,
1075 under section 17 or 18 of this act shall count toward the calculation of
1076 the minimum contribution for said tribe pursuant to the Mashantucket
1077 Pequot memorandum of understanding, and (2) any payment to the
1078 state made by the Mohegan Tribe of Indians of Connecticut, or a master
1079 wagering licensee on behalf of said tribe, under section 17 or 18 of this
1080 act shall count toward the calculation of the minimum contribution for
1081 said tribe pursuant to the Mohegan memorandum of understanding.

1082 (b) After the completion of the five-year period described in
1083 subsection (a) of this section, (1) the obligation of the Mashantucket
1084 Pequot Tribe to meet the minimum contribution shall continue as

1085 provided for in the Mashantucket Pequot memorandum of
1086 understanding, and the obligation of the Mohegan Tribe of Indians of
1087 Connecticut to meet the minimum contribution shall continue as
1088 provided for in the Mohegan memorandum of understanding, subject
1089 to any agreements entered into between the state and a tribe regarding
1090 the sources of payments that may be used to satisfy such minimum
1091 contribution, and (2) the state shall meet and confer in good faith with
1092 each tribe concerning which payments made to the state by each tribe
1093 should count toward each tribe's obligation.

1094 Sec. 22. (NEW) (*Effective July 1, 2021*) Each holder of a master
1095 wagering license under section 3 of this act shall contribute, in each
1096 fiscal year that such holder has such license, five hundred thousand
1097 dollars to support problem gambling programs in this state, any portion
1098 of which may be made to the state for deposit in the chronic gamblers
1099 treatment rehabilitation account created pursuant to section 17a-713 of
1100 the general statutes, as amended by this act, or to a nonprofit entity or
1101 nonprofit entities with programs to support problem gambling. Such
1102 contribution shall be reduced pro rata in any fiscal year that the licensee
1103 did not hold such license for the entirety of the fiscal year. Each licensee
1104 shall submit to the department, on an annual basis and as a condition of
1105 continued licensure, information regarding the recipients of the
1106 contribution required by this section.

1107 Sec. 23. Subsection (a) of section 12-586f of the general statutes is
1108 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1109 *2021*):

1110 (a) For the purposes of this section, "tribe" means the Mashantucket
1111 Pequot Tribe and "compact" means the Tribal-State Compact between
1112 the tribe and the state of Connecticut, as incorporated and amended in
1113 the Final Mashantucket Pequot Gaming Procedures prescribed by the
1114 Secretary of the United States Department of the Interior pursuant to
1115 Section 2710(d)(7)(B)(vii) of Title 25 of the United States Code and
1116 published in 56 Federal Register 24996 (May 31, 1991), as amended from
1117 time to time, and includes any new compact entered into between the

1118 state and the tribe pursuant to section 2 of this act.

1119 Sec. 24. Subsection (a) of section 12-586g of the general statutes is
1120 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1121 *2021*):

1122 (a) For the purposes of this section, "tribe" means the Mohegan Tribe
1123 of Indians of Connecticut and "compact" means the Tribal-State
1124 Compact between the tribe and the state of Connecticut, dated May 17,
1125 1994, as amended from time to time, and includes any new compact
1126 entered into between the state and the tribe pursuant to section 2 of this
1127 act.

1128 Sec. 25. Section 12-578f of the general statutes is repealed and the
1129 following is substituted in lieu thereof (*Effective July 1, 2021*):

1130 (a) For the purposes of this section and section 12-578g:

1131 (1) "Authorized games" means any game of chance, including, but not
1132 limited to, blackjack, poker, dice, money-wheels, roulette, baccarat,
1133 chuck-a-luck, pan game, over and under, horse race game, acey-deucey,
1134 beat the dealer, bouncing ball, video facsimile game and any other game
1135 of chance authorized by the Commissioner of Consumer Protection;

1136 (2) "Mashantucket Pequot memorandum of understanding" means
1137 the memorandum of understanding entered into by and between the
1138 state and the Mashantucket Pequot Tribe on January 13, 1993, as
1139 amended on April 30, 1993;

1140 (3) "Mashantucket Pequot procedures" means the Final
1141 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
1142 of the United States Department of the Interior pursuant to Section
1143 2710(d)(7)(B)(vii) of Title 25 of the United States Code and published in
1144 56 Federal Register 24996 (May 31, 1991);

1145 (4) "MMCT Venture, LLC" means a limited liability company
1146 described in subsection (d) of this section;

1147 (5) "Mohegan compact" means the Tribal-State Compact entered into
1148 by and between the state and the Mohegan Tribe of Indians of
1149 Connecticut on May 17, 1994; and

1150 (6) "Mohegan memorandum of understanding" means the
1151 memorandum of understanding entered into by and between the state
1152 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994.

1153 (b) MMCT Venture, LLC, is authorized to conduct authorized games
1154 at a casino gaming facility at 171 Bridge Street, East Windsor,
1155 Connecticut.

1156 (c) Such authorization shall not be effective unless the following
1157 conditions have been met:

1158 (1) (A) The Governor enters into amendments to the Mashantucket
1159 Pequot procedures and to the Mashantucket Pequot memorandum of
1160 understanding with the Mashantucket Pequot Tribe and amendments
1161 to the Mohegan compact and to the Mohegan memorandum of
1162 understanding with the Mohegan Tribe of Indians of Connecticut
1163 concerning the operation of a casino gaming facility in the state.

1164 (B) The amendments to the Mashantucket Pequot procedures and the
1165 Mohegan compact shall include a provision that the authorization of
1166 MMCT Venture, LLC, to conduct authorized games in the state does not
1167 terminate the moratorium against the operation of video facsimile
1168 games by the Mashantucket Pequot Tribe and Mohegan Tribe of Indians
1169 of Connecticut on each tribe's reservation.

1170 (C) The amendments to each tribe's memorandum of understanding
1171 shall include a provision that the authorization of MMCT Venture, LLC,
1172 to conduct authorized games in the state does not relieve each tribe from
1173 each tribe's obligation to contribute a percentage of the gross operating
1174 revenues of video facsimile games to the state as provided in each tribe's
1175 memorandum of understanding.

1176 (2) The amendments to the Mashantucket Pequot procedures, the

1177 Mashantucket Pequot memorandum of understanding, the Mohegan
1178 compact and the Mohegan memorandum of understanding are
1179 approved or deemed approved by the Secretary of the United States
1180 Department of the Interior pursuant to the federal Indian Gaming
1181 Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., and its implementing
1182 regulations. If such approval is overturned by a court in a final
1183 judgment, which is not appealable, the authorization provided under
1184 this section shall cease to be effective.

1185 (3) The amendments to the Mashantucket Pequot procedures and to
1186 the Mohegan compact are approved by the General Assembly pursuant
1187 to section 3-6c.

1188 (4) The amendments to the Mashantucket Pequot memorandum of
1189 understanding and to the Mohegan memorandum of understanding are
1190 approved by the General Assembly pursuant to the process described
1191 in section 3-6c.

1192 (5) The governing bodies of the Mashantucket Pequot Tribe and
1193 Mohegan Tribe of Indians of Connecticut enact resolutions providing:
1194 (A) That if MMCT Venture, LLC, fails to pay any fees or taxes due the
1195 state, the tribes, as the members of MMCT Venture, LLC, waive the
1196 possible defense of sovereign immunity with respect to any action or
1197 claim by the state against the tribes as the members of MMCT Venture,
1198 LLC, to the extent such action or claim is permitted to be brought against
1199 a member of a limited liability company under state law to collect any
1200 fees or taxes, while preserving any other defenses available to the tribes,
1201 and (B) that the venue for such action or claim shall be in the judicial
1202 district of Hartford.

1203 (d) Such authorization shall apply to MMCT Venture, LLC, provided:
1204 (1) MMCT Venture, LLC, is a limited liability company jointly and
1205 exclusively owned by the Mashantucket Pequot Tribe and the Mohegan
1206 Tribe of Indians of Connecticut; (2) no other person or business
1207 organization holds an equity interest in MMCT Venture, LLC; and (3)
1208 each tribe holds at least a twenty-five per cent equity interest in MMCT

1209 Venture, LLC. If MMCT Venture, LLC, ceases to be a limited liability
1210 company jointly and exclusively owned by the Mashantucket Pequot
1211 Tribe and the Mohegan Tribe of Indians of Connecticut in which each
1212 tribe holds at least a twenty-five per cent equity interest, such
1213 authorization shall be void.

1214 (e) Notwithstanding the provisions of subsections (b) and (c) of this
1215 section, the authorization to conduct authorized games at a casino
1216 gaming facility pursuant to said subsections shall not be effective during
1217 the ten-year initial term that amendments to the Mashantucket Pequot
1218 procedures and to the Mashantucket Pequot memorandum of
1219 understanding with the Mashantucket Pequot Tribe, or a new compact
1220 with the Mashantucket Pequot Tribe, and amendments to the Mohegan
1221 compact and to the Mohegan memorandum of understanding with the
1222 Mohegan Tribe of Indians of Connecticut, or a new compact with the
1223 Mohegan Tribe of Indians of Connecticut, entered into pursuant to
1224 section 2 of this act are effective, as described in subdivision (3) of
1225 subsection (b) of section 2 of this act.

1226 Sec. 26. Section 12-578j of the general statutes is repealed and the
1227 following is substituted in lieu thereof (*Effective July 1, 2021*):

1228 (a) Not later than June 30, 2019, MMCT Venture, LLC, as defined in
1229 subsection (a) of section 12-578f, as amended by this act, shall pay to the
1230 state thirty million dollars for deposit in the General Fund. Such money
1231 shall be credited against any unpaid required payments pursuant to
1232 subsection (c) of section 12-578g for each month in which the casino
1233 gaming facility is conducting authorized games in such amount and
1234 manner as determined pursuant to an agreement between the Secretary
1235 of the Office of Policy and Management and MMCT Venture, LLC. No
1236 interest shall be charged.

1237 (b) Notwithstanding the provisions of subsection (a) of this section,
1238 the requirement to make a payment to the state pursuant to subsection
1239 (a) of this section shall not be effective during the ten-year initial term
1240 that amendments to the Mashantucket Pequot procedures and to the

1241 Mashantucket Pequot memorandum of understanding with the
1242 Mashantucket Pequot Tribe, or a new compact with the Mashantucket
1243 Pequot Tribe, and amendments to the Mohegan compact and to the
1244 Mohegan memorandum of understanding with the Mohegan Tribe of
1245 Indians of Connecticut, or a new compact with the Mohegan Tribe of
1246 Indians of Connecticut, entered into pursuant to section 2 of this act are
1247 effective, as described in subdivision (3) of subsection (b) of section 2 of
1248 this act.

1249 Sec. 27. Section 12-806c of the general statutes is repealed and the
1250 following is substituted in lieu thereof (*Effective July 1, 2021*):

1251 (a) Notwithstanding the provisions of section 3-6c, the Secretary of
1252 the Office of Policy and Management, on behalf of the state of
1253 Connecticut, may enter into separate agreements with the
1254 Mashantucket Pequot Tribe and the Mohegan Tribe of Indians of
1255 Connecticut concerning the operation of keno by the Connecticut
1256 Lottery Corporation in the state of Connecticut. Any such agreement
1257 shall provide that the state of Connecticut shall distribute to each tribe
1258 a sum not to exceed a twelve and one-half per cent share of the gross
1259 operating revenue received by the state from the operation of keno. The
1260 corporation may not operate keno until such separate agreements are
1261 effective. For the purposes of this section, "gross operating revenues"
1262 means the total amounts wagered, less amounts paid out as prizes.

1263 (b) Notwithstanding the provisions of section 3-6c, the Secretary of
1264 the Office of Policy and Management, on behalf of the state of
1265 Connecticut, and the Mashantucket Pequot Tribe and the Mohegan
1266 Tribe of Indians of Connecticut, may amend the agreements entered into
1267 pursuant to subsection (a) of this section to provide that such
1268 agreements shall not be effective during the period of time that the
1269 Connecticut Lottery Corporation is operating keno pursuant to a master
1270 wagering license issued under section 4 of this act.

1271 (c) For purposes of this section, "keno" means a lottery game in which
1272 a subset of numbers are drawn from a larger field of numbers by a

1273 central computer system using an approved random number generator,
1274 wheel system device or other drawing device. "Keno" does not include
1275 a game operated on a video facsimile machine.

1276 Sec. 28. Section 12-801 of the general statutes is repealed and the
1277 following is substituted in lieu thereof (*Effective July 1, 2021*):

1278 As used in section 12-563a, as amended by this act, and sections 12-
1279 800 to 12-818, inclusive, as amended by this act, the following terms
1280 [shall] have the following meanings unless the context clearly indicates
1281 another meaning:

1282 (1) "Board" or "board of directors" means the board of directors of the
1283 corporation;

1284 (2) "Corporation" means the Connecticut Lottery Corporation as
1285 created under section 12-802;

1286 (3) "Department" means the Department of Consumer Protection;

1287 [(3)] (4) "Division" means the former Division of Special Revenue in
1288 the Department of Revenue Services;

1289 (5) "Fantasy contest" has the same meaning as provided in section 1
1290 of this act;

1291 [(4)] (6) "Lottery" means (A) the Connecticut state lottery conducted
1292 prior to the transfer authorized under section 12-808 by the Division of
1293 Special Revenue, (B) after such transfer, the Connecticut state lottery
1294 conducted by the corporation pursuant to sections 12-563a, as amended
1295 by this act, and 12-800 to 12-818, inclusive, as amended by this act, and
1296 section 4 of this act, (C) the state lottery referred to in subsection (a) of
1297 section 53-278g, as amended by this act, and (D) keno conducted by the
1298 corporation pursuant to section 12-806c, as amended by this act, or
1299 sections 2 and 4 of this act;

1300 [(5)] (7) "Keno" means a lottery game in which a subset of numbers
1301 are drawn from a larger field of numbers by a central computer system

1302 using an approved random number generator, wheel system device or
1303 other drawing device; ["Keno" does not include a game operated on a
1304 video facsimile machine;]

1305 ~~[(6) "Lottery fund"]~~ (8) "Lottery and gaming fund" means a fund or
1306 funds established by, and under the management and control of, the
1307 corporation, into which all lottery, sports wagering and fantasy contest
1308 revenues of the corporation are deposited, from which all payments and
1309 expenses of the corporation are paid and from which transfers to the
1310 General Fund or the Connecticut Teachers' Retirement Fund Bonds
1311 Special Capital Reserve Fund, established in section 10-183vv, are made
1312 pursuant to section 12-812, as amended by this act; [and]

1313 (9) "Online sports wagering" has the same meaning as provided in
1314 section 1 of this act;

1315 ~~[(7)]~~ (10) "Operating revenue" means total revenue received from
1316 lottery sales and sports wagering less all cancelled sales and amounts
1317 paid as prizes but before payment or provision for payment of any other
1318 expenses;

1319 (11) "Retail sports wagering" has the same meaning as provided in
1320 section 1 of this act; and

1321 (12) "Skin" has the same meaning as provided in section 1 of this act.

1322 Sec. 29. Section 12-806 of the general statutes is repealed and the
1323 following is substituted in lieu thereof (*Effective July 1, 2021*):

1324 (a) The purposes of the corporation shall be to: (1) Operate and
1325 manage the lottery, and retail sports wagering, online sports wagering
1326 and fantasy contests if licensed pursuant to section 4 of this act, in an
1327 entrepreneurial and business-like manner free from the budgetary and
1328 other constraints that affect state agencies; (2) provide continuing and
1329 increased revenue to the people of the state through the lottery, and
1330 retail sports wagering, online sports wagering and fantasy contests if
1331 licensed pursuant to section 4 of this act, by being responsive to market

1332 forces and acting generally as a corporation engaged in entrepreneurial
1333 pursuits; (3) pay to the trustee of the Connecticut Teachers' Retirement
1334 Fund Bonds Special Capital Reserve Fund, established in section 10-
1335 183vv, the amounts, if any, required pursuant to subsection (c) of section
1336 12-812, as amended by this act; and (4) ensure that the lottery,
1337 [continues] and retail sports wagering, online sports wagering and
1338 fantasy contests, if licensed pursuant to section 4 of this act, continue to
1339 be operated with integrity and for the public good.

1340 (b) The corporation shall have the following powers:

1341 (1) To receive as transferee from the state of Connecticut all of the
1342 tangible and intangible assets constituting the lottery including the
1343 exclusive right to operate the lottery as the exclusive lottery of the state
1344 and, subject to subsection (b) of section 12-808, to assume and discharge
1345 all of the agreements, covenants and obligations of the Department of
1346 Consumer Protection entered into which constitute a part of the
1347 operation and management of the lottery;

1348 (2) To operate and manage the lottery consistent with the provisions
1349 of sections 1-120, 1-121, 1-125, 12-563, 12-563a, as amended by this act,
1350 12-564, 12-566, 12-568a and 12-569, subsection (c) of section 12-574, [and]
1351 sections 12-800 to 12-818, inclusive, as amended by this act, and section
1352 4 of this act, and as specifically provided in section 12-812, as amended
1353 by this act;

1354 (3) To have perpetual succession as a body corporate and to adopt
1355 bylaws, policies and procedures for the operation of its affairs and
1356 conduct of its businesses;

1357 (4) (A) To introduce new lottery games, modify existing lottery
1358 games, utilize existing and new technologies, determine distribution
1359 channels for the sale of lottery tickets, introduce keno pursuant to signed
1360 agreements with the Mashantucket Pequot Tribe and the Mohegan
1361 Tribe of Indians of Connecticut, in accordance with section 12-806c, as
1362 amended by this act, or pursuant to section 4 of this act, and, to the
1363 extent specifically authorized by regulations adopted by the

1364 Department of Consumer Protection pursuant to chapter 54, introduce
1365 instant ticket vending machines, kiosks and automated wagering
1366 systems or machines, with all such rights being subject to regulatory
1367 oversight by the Department of Consumer Protection; [, except that the
1368 corporation shall not offer any interactive on-line lottery games,
1369 including on-line video lottery games for promotional purposes;] and

1370 (B) To sell tickets for lottery draw games through the corporation's
1371 Internet web site, online service or mobile application in accordance
1372 with section 4 of this act and to advertise lottery games on the
1373 corporation's Internet web site, online service or mobile application,
1374 except the corporation shall not offer any interactive lottery game,
1375 including for promotional purposes;

1376 (5) To establish an annual budget of revenues and expenditures,
1377 along with reasonable reserves for working capital, capital
1378 expenditures, debt retirement and other anticipated expenditures, in a
1379 manner and at levels considered by the board of directors as appropriate
1380 and prudent;

1381 (6) To adopt such administrative and operating procedures which the
1382 board of directors deems appropriate;

1383 (7) To enter into agreements with one or more states or territories of
1384 the United States for the promotion and operation of joint lottery games
1385 and to continue to participate in any joint lottery game in which the
1386 corporation participates on July 1, 2003, regardless of whether any
1387 government-authorized lottery operated outside of the United States
1388 participates in such game;

1389 (8) Subject to the provisions of section 12-815, to enter into
1390 agreements with vendors with respect to the operation and
1391 management of the lottery, and retail sports wagering, online sports
1392 wagering and fantasy contests if licensed pursuant to section 4 of this
1393 act, including operation of lottery terminals, management services,
1394 printing of lottery tickets, management expertise, marketing expertise,
1395 advertising or such other goods or services as the board of directors

1396 deems necessary and appropriate;

1397 (9) To purchase or lease operating equipment, including, but not
1398 limited to, computer gaming and automated wagering systems and to
1399 employ agents or employees to operate such systems;

1400 (10) To retain unclaimed prize funds as additional revenue for the
1401 state, or to use unclaimed prize funds to increase sales, or to return to
1402 participants unclaimed prize funds in a manner designed to increase
1403 sales;

1404 (11) To establish prize reserve accounts as the board of directors
1405 deems appropriate;

1406 (12) To pay lottery prizes as awarded under section 12-812, as
1407 amended by this act, to purchase annuities to fund such prizes, and to
1408 assure that all annuities from which payments to winners of lottery
1409 prizes are made are invested in instruments issued by agencies of the
1410 United States government and backed by the full faith and credit of the
1411 United States, or are issued by insurance companies licensed to do
1412 business in the state, provided the issuer has been determined by the
1413 Department of Consumer Protection to be financially stable and meets
1414 the minimum investment rating as determined by the department;

1415 (13) To pay the Office of Policy and Management to reimburse the
1416 Department of Consumer Protection for the reasonable and necessary
1417 costs arising from the department's regulatory oversight of the
1418 operation of the lottery, retail sports wagering, online sports wagering
1419 and fantasy contests by the corporation, in accordance with the
1420 assessment made pursuant to section 12-806b, including costs arising
1421 directly or indirectly from the licensing of lottery agents, performance
1422 of state police background investigations, and the implementation of
1423 subsection (b) of section 12-562 and sections 12-563a, as amended by this
1424 act, 12-568a, 12-569, 12-570, 12-570a and 12-800 to 12-818, inclusive, as
1425 amended by this act, and sections 4, 5, 14 to 16, inclusive, 18 and 19 of
1426 this act;

1427 (14) In the event that the operation or management of the corporation
1428 becomes subject to the federal gaming occupation tax, to pay such tax
1429 on behalf of lottery sales agents and to assist agents subject thereto;

1430 (15) To determine the commissions payable to lottery sales agents,
1431 provided any agent's commission shall not average less than four per
1432 cent of such agent's lottery sales;

1433 (16) To invest in, acquire, lease, purchase, own, manage, hold and
1434 dispose of real property and lease, convey or deal in or enter into
1435 agreements with respect to such property on any terms necessary or
1436 incidental to carrying out the purposes of sections 12-563a, as amended
1437 by this act, and 12-800 to 12-818, inclusive, as amended by this act, and
1438 sections 4 and 5 of this act, provided such transactions shall not be
1439 subject to approval, review or regulation pursuant to title 4b or any
1440 other statute by any state agency, except that real property transactions
1441 shall be subject to review by the State Properties Review Board;

1442 (17) To borrow money for the purpose of obtaining working capital;

1443 (18) To hold patents, copyrights, trademarks, marketing rights,
1444 licenses or any other evidence of protection or exclusivity issued under
1445 the laws of the United States or any state;

1446 (19) To employ such assistants, agents and other employees as may
1447 be necessary or desirable to carry out its purposes in accordance with
1448 sections 12-563a, as amended by this act, [and] 12-800 to 12-818,
1449 inclusive, as amended by this act, and sections 4, 5, sections 14 to 16,
1450 inclusive, 18 and 19 of this act, to fix their compensation and, subject to
1451 the provisions of subsections (e) and (f) of section 12-802, establish all
1452 necessary and appropriate personnel practices and policies; to engage
1453 consultants, accountants, attorneys and financial and other independent
1454 professionals as may be necessary or desirable to assist the corporation
1455 in performing its purposes in accordance with sections 12-563a, as
1456 amended by this act, [and] 12-800 to 12-818, inclusive, as amended by
1457 this act, and sections 4, 5, 14 to 16, inclusive, 18 and 19 of this act;

1458 (20) To make and enter into all contracts and agreements necessary
1459 or incidental to the performance of its duties and the execution of its
1460 powers under sections 12-563a, as amended by this act, [and] 12-800 to
1461 12-818, inclusive, as amended by this act, and sections 4, 5, 14 to 16,
1462 inclusive, 18 and 19 of this act;

1463 (21) In its own name, to sue and be sued, plead and be impleaded,
1464 adopt a seal and alter the same at pleasure;

1465 (22) Subject to the approval of the board and to the requirement to
1466 remit excess lottery funds to the General Fund as set forth in section 12-
1467 812, as amended by this act, to invest any funds not needed for
1468 immediate use or disbursement, including any funds held in approved
1469 reserve accounts, in investments permitted by sections 3-20 and 3-27a
1470 for the proceeds of state bonds;

1471 (23) To procure insurance against any loss in connection with its
1472 property and other assets in such amounts and from such insurers as it
1473 deems desirable;

1474 (24) To the extent permitted under any contract with other persons to
1475 which the corporation is a party, to consent to any termination,
1476 modification, forgiveness or other change of any term of any contractual
1477 right, payment, royalty, contract or agreement of any kind;

1478 (25) To acquire, lease, purchase, own, manage, hold and dispose of
1479 personal property, and lease, convey or deal in or enter into agreements
1480 with respect to such property on any terms necessary or incidental to
1481 the carrying out of these purposes;

1482 (26) To account for and audit funds of the corporation;

1483 (27) To pay or provide for payment from operating revenues all
1484 expenses, costs and obligations incurred by the corporation in the
1485 exercise of the powers of the corporation under sections 12-563a, as
1486 amended by this act, [and] 12-800 to 12-818, inclusive, as amended by
1487 this act, and sections 4, 5, 14 to 16, inclusive, 18 and 19 of this act; [and]

1488 (28) To operate retail sports wagering at up to fifteen facilities located
1489 throughout the state and one skin for online sports wagering, if licensed
1490 pursuant to section 4 of this act;

1491 (29) To operate fantasy contests, if licensed pursuant to section 4 of
1492 this act; and

1493 [(28)] (30) To exercise any powers necessary to carry out the purposes
1494 of sections 12-563a, as amended by this act, [and] 12-800 to 12-818,
1495 inclusive, as amended by this act, and sections 4, 5, 14 to 16, inclusive,
1496 18 and 19 of this act.

1497 Sec. 30. Section 12-806a of the general statutes is repealed and the
1498 following is substituted in lieu thereof (*Effective July 1, 2021*):

1499 As used in this section, "procedure" has the same meaning as
1500 "procedure", as defined in subdivision (2) of section 1-120. The
1501 Department of Consumer Protection shall, for the purposes of section
1502 12-568a, subsection (c) of section 12-574, sections 12-802a, [and] 12-815a,
1503 and sections 4, 5, 14 to 16, inclusive, 18 and 19 of this act and this section,
1504 regulate the activities of the Connecticut Lottery Corporation to assure
1505 the integrity of the state lottery, retail sports wagering, online sports
1506 wagering and fantasy contests. In addition to the requirements of the
1507 provisions of chapter 12 and notwithstanding the provisions of section
1508 12-806, as amended by this act, the Connecticut Lottery Corporation
1509 shall, prior to implementing any procedure designed to assure the
1510 integrity of the state lottery, retail sports wagering, online sports
1511 wagering and fantasy contests, obtain the written approval of the
1512 Commissioner of Consumer Protection in accordance with regulations
1513 adopted under section 12-568a.

1514 Sec. 31. Section 12-810 of the general statutes is repealed and the
1515 following is substituted in lieu thereof (*Effective July 1, 2021*):

1516 (a) The Freedom of Information Act, as defined in section 1-200, shall
1517 apply to all actions, meetings and records of the corporation, except (1)
1518 where otherwise limited by subsection (c) of this section as to new

1519 lottery games and serial numbers of unclaimed lottery tickets, [and] (2)
1520 with respect to financial, credit and proprietary information submitted
1521 by any person to the corporation in connection with any proposal to
1522 provide goods, services or professional advice to the corporation as
1523 provided in section 12-815, (3) with respect to any personally
1524 identifying, financial, credit or wagering information associated with
1525 any person's account for Internet games, as defined in section 1 of this
1526 act, and (4) where otherwise limited by subsection (d) of this section as
1527 to information submitted by any person to the corporation regarding
1528 such person's participation in the voluntary self-exclusion process
1529 established pursuant to subdivision (5) of subsection (c) of section 13 of
1530 this act.

1531 (b) The records of proceedings as provided in subsection (a) of section
1532 12-805 shall be subject to disclosure pursuant to the provisions of
1533 subsection (a) of section 1-210.

1534 (c) Any new lottery game and the procedures for such game, until the
1535 game is publicly announced by the corporation, and any serial number
1536 of an unclaimed lottery ticket shall not be deemed public records, as
1537 defined in section 1-200, and shall not be available to the public under
1538 the provisions of section 1-210. The president shall submit a fiscal note
1539 prepared by the corporation with respect to the procedures for a new
1540 lottery game to the joint standing committees of the General Assembly
1541 having cognizance of matters relating to finance, revenue, bonding and
1542 public safety after approval of such game by the board.

1543 (d) The name and any personally identifying information of a person
1544 who is participating or who has participated in the corporation's
1545 voluntary self-exclusion process shall not be deemed public records, as
1546 defined in section 1-200, and shall not be available to the public under
1547 the provisions of the Freedom of Information Act, as defined in section
1548 1-200, except that the president may disclose the name and any relevant
1549 records of such person, other than records regarding such person's
1550 participation in the voluntary self-exclusion process, if such person
1551 claims a winning lottery ticket from the purchase of a ticket for a lottery

1552 draw game through the corporation's Internet web site, online service
1553 or mobile application or if such person claims or is paid a winning
1554 wager from online sports wagering or retail sports wagering or is paid
1555 a prize from a fantasy contest.

1556 Sec. 32. Section 12-811 of the general statutes is repealed and the
1557 following is substituted in lieu thereof (*Effective July 1, 2021*):

1558 (a) The president and all directors, officers and employees of the
1559 corporation shall be state employees for purposes of sections 1-79 to 1-
1560 89, inclusive.

1561 (b) No director, officer or employee of the corporation shall, directly
1562 or indirectly, participate in, or share in the winnings from, a game
1563 conducted pursuant to sections 12-563a, as amended by this act, [and]
1564 12-800 to 12-818, inclusive, as amended by this act, section 4 or 5 of this
1565 act or sections 14 to 16, inclusive, of this act.

1566 Sec. 33. Section 12-812 of the general statutes is repealed and the
1567 following is substituted in lieu thereof (*Effective July 1, 2021*):

1568 (a) (1) The president of the corporation, subject to the direction of the
1569 board, shall conduct daily, weekly, multistate, special instant or other
1570 lottery games and shall determine the number of times a lottery shall be
1571 held each year, the form and price of the tickets and the aggregate
1572 amount of prizes, which shall not be less than forty-five per cent of the
1573 sales unless required by the terms of any agreement entered into for the
1574 conduct of multistate lottery games. The proceeds of the sale of tickets
1575 shall be deposited in the lottery and gaming fund of the corporation
1576 from which prizes shall be paid, upon vouchers signed by the president,
1577 or by either of two persons designated and authorized by him, in such
1578 numbers and amounts as the president determines. The corporation
1579 may limit its liability in games with fixed payouts and may cause a
1580 cessation of sales of tickets of certain designation when such liability
1581 limit has been reached.

1582 (2) The president of the corporation, subject to the direction of the

1583 board, shall conduct retail sports wagering, online sports wagering and
1584 fantasy contests, if licensed to do so pursuant to section 4 of this act. The
1585 proceeds of such wagering and contest activities shall be deposited in
1586 the lottery and gaming fund of the corporation from which winnings
1587 shall be paid and from which the payments required by sections 18 and
1588 19 of this act shall be made.

1589 (b) The president, subject to the direction of the board, may enter into
1590 agreements for the sale of product advertising on lottery tickets, play
1591 slips and other lottery media.

1592 (c) On a weekly basis, the president shall estimate, and certify to the
1593 State Treasurer, that portion of the balance in the lottery and gaming
1594 fund which exceeds the current needs of the corporation for the
1595 payment of prizes and winnings, the payments required by sections 18
1596 and 19 of this act, the payment of current operating expenses and
1597 funding of approved reserves of the corporation. The corporation shall
1598 transfer the amount so certified from the lottery and gaming fund of the
1599 corporation to the General Fund upon notification of receipt of such
1600 certification by the Treasurer, except that if the amount on deposit in the
1601 Connecticut Teachers' Retirement Fund Bonds Special Capital Reserve
1602 Fund, established in section 10-183vv, is less than the required
1603 minimum capital reserve, as defined in subsection (b) of said section,
1604 the corporation shall pay such amount so certified to the trustee of the
1605 fund for deposit in the fund. If the corporation transfers any moneys to
1606 the General Fund at any time when the amount on deposit in said capital
1607 reserve fund is less than the required minimum capital reserve, the
1608 amount of such transfer shall be deemed appropriated from the General
1609 Fund to the Connecticut Teachers' Retirement Fund Bonds Special
1610 Capital Reserve Fund.

1611 Sec. 34. Section 12-816 of the general statutes is repealed and the
1612 following is substituted in lieu thereof (*Effective July 1, 2021*):

1613 The exercise of the powers granted by sections 1-120, 1-121, 1-125, 12-
1614 563, 12-563a, as amended by this act, 12-564, 12-566, 12-568a and 12-569,

1615 subsection (c) of section 12-574, [and] sections 12-800 to 12-818,
1616 inclusive, as amended by this act, and sections 4, 5, 14 to 16, inclusive,
1617 and 18 and 19 of this act constitute the performance of an essential
1618 governmental function and all operations of the corporation shall be free
1619 from any form of federal or state taxation. In addition, except pursuant
1620 to any federal requirements, the corporation shall not be required to pay
1621 any taxes or assessments upon or in respect to sales of lottery tickets, or
1622 any property or moneys of the corporation, levied by the state or any
1623 political subdivision or municipal taxing authority. The corporation and
1624 its assets, property and revenues shall at all times be free from taxation
1625 of every kind by the state and by the municipalities and all other
1626 political subdivisions or special districts having taxing powers in the
1627 state.

1628 Sec. 35. Section 12-818 of the general statutes is repealed and the
1629 following is substituted in lieu thereof (*Effective July 1, 2021*):

1630 [For each of the fiscal years ending June 30, 2010, and June 30, 2011,
1631 the Connecticut Lottery Corporation shall transfer one million nine
1632 hundred thousand dollars of the revenue received from the sale of
1633 lottery tickets to the chronic gamblers treatment rehabilitation account
1634 created pursuant to section 17a-713. For the fiscal years ending June 30,
1635 2012, to June 30, 2013, inclusive, the Connecticut Lottery Corporation
1636 shall transfer one million nine hundred thousand dollars of the revenue
1637 received from the sale of lottery tickets to the chronic gamblers
1638 treatment rehabilitation account created pursuant to section 17a-713.]

1639 (a) For the fiscal year ending June 30, 2014, and each fiscal year
1640 thereafter, the Connecticut Lottery Corporation shall transfer two
1641 million three hundred thousand dollars of the revenue received from
1642 the sale of lottery tickets to the chronic gamblers treatment rehabilitation
1643 account created pursuant to section 17a-713, as amended by this act.

1644 (b) In addition to the amount transferred pursuant to subsection (a)
1645 of this section, the Connecticut Lottery Corporation shall transfer one
1646 million dollars of the revenue received from retail sports wagering,

1647 online sports wagering and fantasy contests to the chronic gamblers
1648 treatment rehabilitation account created pursuant to section 17a-713, as
1649 amended by this act, in each fiscal year that the corporation is licensed
1650 to operate retail sports wagering, online sports wagering or fantasy
1651 contests pursuant to section 4 of this act. The corporation may reduce
1652 the amount pro rata in any fiscal year that the corporation did not
1653 operate such wagering or contests for the entirety of the fiscal year.

1654 Sec. 36. Section 12-561 of the general statutes is repealed and the
1655 following is substituted in lieu thereof (*Effective July 1, 2021*):

1656 No commissioner or unit head or employee of the department shall
1657 directly or indirectly, individually or as a member of a partnership or as
1658 a shareholder of a corporation, have any interest whatsoever in dealing
1659 in any lottery, racing, fronton, or betting enterprise or casino gaming
1660 facility or in the ownership or leasing of any property or premises used
1661 by or for any lottery, racing, fronton, or betting enterprise or casino
1662 gaming facility. For purposes of this section, an interest does not include
1663 ownership of investment securities in a publicly held corporation that is
1664 traded on a national exchange or over-the-counter market, provided the
1665 investment securities held by such person and such person's spouse,
1666 parent and child, in the aggregate, do not exceed one-half of one per cent
1667 of the total number of shares issued by such corporation. No
1668 commissioner or unit head shall, directly or indirectly, (1) wager at any
1669 off-track betting facility, race track or fronton authorized under this
1670 chapter, (2) purchase lottery tickets issued under this chapter, [or] (3)
1671 play [, directly or indirectly,] any authorized game conducted at a casino
1672 gaming facility, (4) place a sports wager, as defined in section 1 of this
1673 act, or (5) participate in online casino gaming, as defined in section 1 of
1674 this act. The commissioner may adopt regulations in accordance with
1675 the provisions of chapter 54 to prohibit any employee of the department
1676 from engaging, directly or indirectly, in any form of legalized gambling
1677 activity in which such employee is involved because of his or her
1678 employment with the department. For purposes of this section, "unit
1679 head" means a managerial employee with direct oversight of a legalized
1680 gambling activity.

1681 Sec. 37. Section 12-563a of the general statutes is repealed and the
1682 following is substituted in lieu thereof (*Effective July 1, 2021*):

1683 The Commissioner of Consumer Protection shall, within available
1684 resources, prepare and distribute informational materials designed to
1685 inform the public of the programs available for the prevention,
1686 treatment and rehabilitation of compulsive gamblers in this state. The
1687 commissioner shall require any casino gaming facility and any person
1688 or business organization which is licensed to sell lottery tickets, operate
1689 an off-track betting system or conduct wagering on racing events or jai
1690 alai games, or conduct retail sports wagering to display such
1691 informational materials at the casino gaming facility and each licensed
1692 premise or retail sports wagering facility, respectively.

1693 Sec. 38. Section 52-553 of the general statutes is repealed and the
1694 following is substituted in lieu thereof (*Effective July 1, 2021*):

1695 All wagers, and all contracts and securities of which the whole or any
1696 part of the consideration is money or other valuable thing won, laid or
1697 bet, at any game, horse race, sport or pastime, and all contracts to repay
1698 any money knowingly lent at the time and place of such game, race,
1699 sport or pastime, to any person so gaming, betting or wagering, or to
1700 repay any money lent to any person who, at such time and place, so
1701 pays, bets or wagers, shall be void, provided nothing in this section shall
1702 (1) affect the validity of any negotiable instrument held by any person
1703 who acquired the same for value and in good faith without notice of
1704 illegality in the consideration, (2) apply to the sale of a raffle ticket
1705 pursuant to section 7-172, (3) apply to online casino gaming, online
1706 sports wagering, retail sports wagering and fantasy contests, as such
1707 terms are defined in section 1 of this act, and conducted pursuant to
1708 sections 3 to 16, inclusive, of this act, as applicable, (4) apply to the
1709 operation of keno through or the purchase of tickets for lottery draw
1710 games through the Internet web site, online service or mobile
1711 application of the Connecticut Lottery Corporation, pursuant to section
1712 4 of this act, or [(3)] (5) apply to any wager or contract otherwise
1713 authorized by law.

1714 Sec. 39. Section 52-554 of the general statutes is repealed and the
1715 following is substituted in lieu thereof (*Effective July 1, 2021*):

1716 Any person who, by playing at any game, or betting on the sides or
1717 hands of such as play at any game, excluding any game permitted under
1718 chapter 226 or any activity not prohibited under the provisions of
1719 sections 53-278a to 53-278g, inclusive, as amended by this act, loses the
1720 sum or value of one dollar in the whole and pays or delivers the same
1721 or any part thereof, may, within three months next following, recover
1722 from the winner the money or the value of the goods so lost and paid or
1723 delivered, with costs of suit in a civil action, without setting forth the
1724 special matter in his complaint. If the defendant refuses to testify, if
1725 called upon in such action, relative to the discovery of the property so
1726 won, [he] the defendant shall be defaulted; but no evidence so given by
1727 [him] the defendant shall be offered against him or her in any criminal
1728 prosecution. Nothing in this section shall prohibit any person from
1729 using a credit card to (1) participate in online casino gaming, online
1730 sports wagering, retail sports wagering or fantasy contests, as such
1731 terms are defined in section 1 of this act, and conducted pursuant to
1732 sections 3 to 16, inclusive, of this act, as applicable, or (2) participate in
1733 keno through or purchase tickets for lottery draw games through the
1734 Internet web site, online service or mobile application of the Connecticut
1735 Lottery Corporation, pursuant to section 4 of this act.

1736 Sec. 40. Subdivision (2) of section 53-278a of the general statutes is
1737 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1738 *2021*):

1739 (2) "Gambling" means risking any money, credit, deposit or other
1740 thing of value for gain contingent in whole or in part upon lot, chance
1741 or the operation of a gambling device, including the playing of a casino
1742 gambling game such as blackjack, poker, craps, roulette or a slot
1743 machine, but does not include: Legal contests of skill, speed, strength or
1744 endurance in which awards are made only to entrants or the owners of
1745 entries; legal business transactions which are valid under the law of
1746 contracts; activity legal under the provisions of sections 7-169 to 7-186,

1747 inclusive; any lottery or contest conducted by or under the authority of
1748 any state of the United States, Commonwealth of Puerto Rico or any
1749 possession or territory of the United States; and other acts or
1750 transactions expressly authorized by law on or after October 1, 1973.
1751 [Fantasy contests, as defined in section 12-578aa shall not be considered
1752 gambling, provided the conditions set forth in subsection (b) of section
1753 12-578aa have been met and the operator of such contests is registered
1754 pursuant to subdivision (1) of subsection (d) of section 12-578aa] Online
1755 casino gaming, online sports wagering, retail sports wagering and
1756 fantasy contests, as such terms are defined in section 1 of this act, shall
1757 not be considered gambling if the online casino gaming, online sports
1758 wagering, retail sports wagering or fantasy contest is conducted
1759 pursuant to sections 3 to 16, inclusive, of this act;

1760 Sec. 41. Subdivision (4) of section 53-278a of the general statutes is
1761 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1762 *2021*):

1763 (4) "Gambling device" means any device or mechanism by the
1764 operation of which a right to money, credits, deposits or other things of
1765 value may be created, as the result of the operation of an element of
1766 chance; any device or mechanism which, when operated for a
1767 consideration, does not return the same value or thing of value for the
1768 same consideration upon each operation thereof; any device,
1769 mechanism, furniture or fixture designed primarily for use in
1770 connection with professional gambling; and any subassembly or
1771 essential part designed or intended for use in connection with any such
1772 device, mechanism, furniture, fixture, construction or installation,
1773 provided an immediate and unrecorded right of replay mechanically
1774 conferred on players of pinball machines and similar amusement
1775 devices shall be presumed to be without value. "Gambling device" does
1776 not include a crane game machine or device or a redemption machine.
1777 [A device or equipment used to play fantasy contests, as defined in
1778 section 12-578aa, shall not be considered a gambling device, provided
1779 the conditions set forth in subsection (b) of section 12-578aa have been
1780 met] A device or equipment used to participate in online casino gaming,

1781 online sports wagering, retail sports wagering or fantasy contests, as
1782 such terms are defined in section 1 of this act, shall not be considered a
1783 gambling device if the conditions set forth in sections 3 to 16, inclusive,
1784 of this act, as applicable, have been met;

1785 Sec. 42. Section 53-278g of the general statutes is repealed and the
1786 following is substituted in lieu thereof (*Effective July 1, 2021*):

1787 (a) Nothing in sections 53-278a to 53-278f, inclusive, as amended by
1788 this act, shall be construed to prohibit the publication of an
1789 advertisement of, or the operation of, or participation in, a state lottery,
1790 pari-mutuel betting at race tracks licensed by the state, off-track betting
1791 conducted by the state or a licensee authorized to operate the off-track
1792 betting system, authorized games at a casino gaming facility, online
1793 casino gaming, online sports wagering, retail sports wagering, and
1794 fantasy contests as authorized by sections 3 to 16, inclusive, of this act,
1795 a promotional drawing for a prize or prizes, conducted for advertising
1796 purposes by any person, firm or corporation other than a retail grocer
1797 or retail grocery chain, wherein members of the general public may
1798 participate without making any purchase or otherwise paying or risking
1799 credit, money, or any other tangible thing of value or a sweepstakes
1800 conducted pursuant to sections 42-295 to 42-301, inclusive.

1801 (b) The Mashantucket Pequot [tribe] Tribe and the Mohegan Tribe of
1802 Indians of Connecticut, or their agents, may use and possess at any
1803 location within the state, solely for the purpose of training individuals
1804 in skills required for employment by the tribe or testing a gambling
1805 device, any gambling device which the tribes are authorized to utilize
1806 on their reservations pursuant to the federal Indian Gaming Regulatory
1807 Act; provided no money or other thing of value shall be paid to any
1808 person as a result of the operation of such gambling device in the course
1809 of such training or testing at locations outside of the reservation of the
1810 tribe. Any person receiving such training or testing such device may use
1811 any such device in the course of such training or testing. Whenever
1812 either of said tribes intends to use and possess at any location within the
1813 state any such gambling device for the purpose of testing such device,

1814 the tribe shall give prior notice of such testing to the Department of
1815 Consumer Protection.

1816 (c) Any casino gaming facility, or its agents, may use and possess at
1817 any location within the state, solely for the purpose of training
1818 individuals in skills required for employment by the casino gaming
1819 facility or testing a gambling device, any gambling device which the
1820 casino gaming facility may use for conducting authorized games at the
1821 casino gaming facility, provided no money or other thing of value shall
1822 be paid to any person as a result of the operation of such gambling
1823 device in the course of such training or testing at locations outside of the
1824 casino gaming facility. Any person receiving such training or testing
1825 such device may use any such device in the course of such training or
1826 testing. Whenever a casino gaming facility intends to use and possess at
1827 any location within the state any such gambling device for the purpose
1828 of testing such device, the casino gambling facility shall give prior notice
1829 of such testing to the Department of Consumer Protection.

1830 Sec. 43. Section 17a-713 of the general statutes is repealed and the
1831 following is substituted in lieu thereof (*Effective July 1, 2021*):

1832 (a) The Department of Mental Health and Addiction Services shall
1833 establish a program for the treatment and rehabilitation of compulsive
1834 gamblers in the state. The program shall provide prevention, treatment
1835 and rehabilitation services for chronic gamblers. The department may
1836 enter into agreements with subregional planning and action councils
1837 and nonprofit organizations to assist in providing these services,
1838 provided not less than twenty-five per cent of the amount received
1839 pursuant to section 12-818, as amended by this act, annually shall be set
1840 aside for contracts with subregional planning and action councils
1841 established pursuant to section 17a-671 and nonprofit organizations and
1842 not less than five per cent of the amount received pursuant to section
1843 12-818, as amended by this act, annually shall be set aside for a contract
1844 with the Connecticut Council on Problem Gambling. The department
1845 may impose a reasonable fee, on a sliding scale, on those participants
1846 who can afford to pay for any such services. The department shall

1847 implement such program when the account established under
1848 subsection (b) of this section is sufficient to meet initial operating
1849 expenses. As used in this section, "chronic gambler" means a person who
1850 is chronically and progressively preoccupied with gambling and the
1851 urge to gamble, and with gambling behavior that compromises,
1852 disrupts or damages personal, family or vocational pursuits.

1853 (b) The program established by subsection (a) of this section shall be
1854 funded by: [imposition of: (1) A] (1) Imposition of a fee of one hundred
1855 thirty-five dollars on each association license, for each performance of
1856 jai alai or dog racing conducted under the provisions of chapter 226,
1857 provided no such licensee shall contribute more than forty-five
1858 thousand dollars in any one year; (2) imposition of a fee of twenty-five
1859 dollars for each teletheater performance on each operator of a teletheater
1860 facility; [and] (3) the amount received from the Connecticut Lottery
1861 Corporation pursuant to section 12-818, as amended by this act; and (4)
1862 any amount received pursuant to section 22 of this act from the holder
1863 of a master wagering license under section 3 of this act. The
1864 Commissioner of Consumer Protection shall collect the fee from each
1865 association licensee or such operator on a monthly basis. The receipts
1866 shall be deposited in the General Fund and credited to a separate,
1867 nonlapsing chronic gamblers treatment and rehabilitation account
1868 which shall be established by the Comptroller. All moneys in the
1869 account are deemed to be appropriated and shall be expended for the
1870 purposes established in subsection (a) of this section.

1871 (c) The department shall adopt regulations in accordance with the
1872 provisions of chapter 54 to carry out the purposes of this section.

1873 Sec. 44. (*Effective July 1, 2021*) Notwithstanding the provisions of
1874 section 1-3 of the general statutes, if any provision of sections 1 to 22,
1875 inclusive, of this act, any amendment made to the provisions of the
1876 general statutes pursuant to this act, or any provision of an amendment
1877 or new compact entered into pursuant to section 2 of this act is held
1878 invalid by a court of competent jurisdiction in a final judgment which is
1879 not appealable, (1) the provisions of sections 1 to 22, inclusive, of this act

1880 shall cease to be effective, (2) the amendments made to the provisions of
 1881 the sections of the general statutes pursuant to this act shall be
 1882 inoperative, and (3) keno may be operated under the agreements that
 1883 were entered into pursuant to section 12-806c of the general statutes, as
 1884 amended by this act, and in effect on April 1, 2021.

1885 Sec. 45. Sections 12-565a, 12-578aa and 12-578bb of the general
 1886 statutes are repealed. (Effective July 1, 2021)"

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	New section
Sec. 2	<i>from passage</i>	New section
Sec. 3	<i>July 1, 2021</i>	New section
Sec. 4	<i>July 1, 2021</i>	New section
Sec. 5	<i>July 1, 2021</i>	New section
Sec. 6	<i>July 1, 2021</i>	New section
Sec. 7	<i>July 1, 2021</i>	New section
Sec. 8	<i>July 1, 2021</i>	New section
Sec. 9	<i>July 1, 2021</i>	New section
Sec. 10	<i>July 1, 2021</i>	New section
Sec. 11	<i>July 1, 2021</i>	New section
Sec. 12	<i>July 1, 2021</i>	New section
Sec. 13	<i>July 1, 2021</i>	New section
Sec. 14	<i>July 1, 2021</i>	New section
Sec. 15	<i>July 1, 2021</i>	New section
Sec. 16	<i>July 1, 2021</i>	New section
Sec. 17	<i>July 1, 2021</i>	New section
Sec. 18	<i>July 1, 2021</i>	New section
Sec. 19	<i>July 1, 2021</i>	New section
Sec. 20	<i>July 1, 2021</i>	New section
Sec. 21	<i>July 1, 2021</i>	New section
Sec. 22	<i>July 1, 2021</i>	New section
Sec. 23	<i>July 1, 2021</i>	12-586f(a)
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Sec. 31	<i>July 1, 2021</i>	12-810
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Sec. 33	<i>July 1, 2021</i>	12-812
Sec. 34	<i>July 1, 2021</i>	12-816
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Sec. 43	<i>July 1, 2021</i>	17a-713
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