## AMENDMENTS TO HOUSE BILL NO. 649

Sponsor: REPRESENTATIVE DONATUCCI

Printer's No. 2574

Amend Bill, page 22, by inserting between lines 24 and 25 1 2

"Airport authority." The governing body of a municipal authority organized and incorporated to oversee the operations of a qualified airport under 53 Pa.C.S. Ch. 56 (relating to municipal authorities) or the governing body of a city of the first class, which regulates the use and control of a qualified airport.

"Airport gaming area." A location or locations within a qualified airport approved for the conduct of authorized interactive games through the use of multi-use computing devices by eligible passengers as approved by the airport authority, in consultation with the Pennsylvania Gaming Control Board. \* \* \*

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- Amend Bill, page 23, line 17, by inserting after "GAMING)." 14
- 15 The term shall include any interactive game approved by
- regulation of the Pennsylvania Control Board to be suitable for 16
- interactive gaming through the use of a multi-use computing 17
- 18 device.
- Amend Bill, page 25, line 26, by inserting after "BOARD." 19
- 20 The term shall include the licensed placement, operation and play of authorized interactive games through the use of multi-21 use computing devices at a qualified airport, as authorized and 22
- 23 approved by the Pennsylvania Gaming Control Board.
- 24 Amend Bill, page 26, by inserting between lines 14 and 15

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"Eligible passenger" or "passenger." An individual 21 years 26 27 of age or older who has cleared security check points with a valid airline boarding pass for travel from one destination to 28 29 another by airplane.

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"Fully automated electronic gaming table." An electronic 31 gaming table determined by the Pennsylvania Gaming Control Board 32

to be playable or operable as a table game without the 33

assistance or participation of a person acting on behalf of a 34

certificate holder. The term shall include a multi-use computing 35

- 1 device, which through the use of digital, electronic or other
- 2 communications technology, is capable of simulating a table
- 3 game.
- 4 \* \* \*
- 5 Amend Bill, page 27, line 19, by inserting after "DEVICES"
- 6 , including multi-use computing devices,
- 7 Amend Bill, page 30, line 13, by inserting after "PLAYERS."
- 8 The term shall include the placing of bets or wagers through
- 9 the use of a multi-use computing device.
- 10 Amend Bill, page 31, line 1, by inserting after "HOLDER."
- 11 The term shall include an interactive gaming agreement
- 12 entered into by or between an interactive gaming certificate
- 13 holder and an interactive gaming operator for the conduct of
- 14 interactive gaming through the use of multi-use computing
- 15 devices at a qualified airport in accordance with this part.
- Amend Bill, page 35, line 9, by inserting after "EQUIPMENT"
- 17 , including multi-use computing devices or associated
- 18 <u>equipment</u>,

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- 19 Amend Bill, page 35, by inserting between lines 11 and 12
- 20 "Multi-use computing device." As follows:
- 21 <u>(1) A computing device, including, but not limited to, a</u> 22 tablet computer, that:
  - (i) Allows a player to access an authorized interactive game.
  - (ii) Is located and accessible to eligible passengers only in an airport gaming area.
  - (iii) Communicates with a server that is in a location approved by the Pennsylvania Gaming Control Board.
  - (iv) Is approved by the Pennsylvania Gaming Control Board.
  - (v) Has the capability of being linked to and monitored by the department's central control computer system, as applicable for any particular interactive game, in accordance with section 1323 (relating to central control computer system).
  - (vi) Offers a player additional functions which shall include Internet browsing, the capability of checking flight status and ordering food or beverages.
- 40 (2) The term shall not include any tablet or computing
  41 device that restricts, prohibits or is incapable of providing
- 42 <u>access to interactive gaming, interactive gaming skins or</u>
- 43 <u>interactive gaming platforms.</u>
- Amend Bill, page 36, by inserting between lines 27 and 28

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"Qualified airport." A publicly owned commercial service
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   airport that is designated by the Federal Government as an
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   international airport.
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      Amend Bill, page 38, by inserting between lines 28 and 29
               (iv) A multi-use computing device which is capable
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           of simulating, either digitally or electronically, a slot
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           machine.
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      Amend Bill, page 39, line 6, by inserting after
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   "COMMONWEALTH."
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        The term shall include a person that sells, leases, offers
    or otherwise provides, distributes or services any multi-use
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   computing device as approved by the Pennsylvania Gaming Control
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   Board.
      Amend Bill, page 39, line 10, by inserting after "DEVICE"
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      , including any multi-use computing device,
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      Amend Bill, page 39, line 19, by striking out the period
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   after "GAME" and inserting
        or that is capable, through the use of digital, electronic
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   or other communications technology, of simulating play of a
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    table game.
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      Amend Bill, page 47, line 21, by striking out "OR CASINO
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   SIMULCASTING" and inserting
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          , casino simulcasting or multi-use computing devices
      Amend Bill, page 62, line 30, by striking out "OR" where it
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    occurs the second time and inserting a comma
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      Amend Bill, page 63, line 1, by inserting after "EQUIPMENT"
      or multi-use computing devices
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      Amend Bill, page 64, line 2, by inserting after "GAMING"
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           , including multi-use computing devices,
      Amend Bill, page 106, by inserting between lines 19 and 20
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                             SUBCHAPTER B.1
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                       MULTI-USE COMPUTING DEVICES
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   Sec.
   13B20. Authorization.
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   13B20.1. Board authorization required.
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13B20.2. Standard for review of applications.

1 <u>13B20.3</u>. Fees.

- 2 13B20.4. Multi-use gaming device tax.
- 3 13B20.5. Local share assessment.
- 4 13B20.6. Regulations.
- 5 <u>13B20.7.</u> Construction.
- 6 § 13B20. Authorization.
  - (a) Authority.--
  - (1) Notwithstanding any provision of this part or regulation of the board, an interactive gaming certificate holder may provide for the conduct of interactive gaming at a qualified airport through the use of multi-use computing devices or enter into a written agreement with an interactive gaming operator that provides for the conduct of such interactive gaming by the interactive gaming operator on behalf of the interactive gaming certificate holder.
  - (2) An interactive gaming certificate holder seeking to make authorized interactive games available for play through the use of multi-use computing devices at a qualified airport shall file a petition with the board in such form and manner as the board, through regulations, shall require.
  - (b) Place of conduct.--The board, at its discretion, may authorize an interactive gaming certificate holder or an interactive gaming operator to place and make authorized interactive games available for play at a qualified airport through the use of multi-use computing devices in accordance with the requirements of this subchapter and regulations of the board.
  - (c) Satisfaction of contingencies. -- Authorization for an interactive gaming certificate holder to conduct interactive gaming at a qualified airport in accordance with subsection (a) shall be contingent upon the following:
    - (1) The interactive gaming certificate holder has submitted a petition to the board seeking authorization to manage the conduct of interactive gaming at the qualified airport and the board has approved the petition.
    - (2) The interactive gaming certificate holder has disclosed that it has or will enter into an agreement with an interactive gaming operator who will manage, operate and control the conduct of interactive gaming at a qualified airport on behalf of the interactive gaming certificate holder and the interactive gaming operator has petitioned the board for approval and the board has approved the agreement and the petition.
    - (3) The interactive gaming certificate holder or interactive gaming operator, as the case may be, has entered into an agreement with a licensed supplier.
    - (4) The interactive gaming certificate holder or interactive gaming operator, as the case may be, has received or will receive written approval for the conduct of interactive gaming at a qualified airport from the entity or person that holds the concession management contract at the

- (5) The interactive gaming certificate holder or interactive gaming operator, as applicable, has provided adequate assurances that the conduct of interactive gaming at the qualified airport will be conducted and operated in accordance with this part and regulations promulgated by the board.
- (6) The interactive gaming certificate holder and the interactive gaming operator has paid or will pay all applicable taxes and fees.
- (d) Agreement required. -- The following shall apply:
- (1) An interactive gaming certificate holder may seek authorization for the operation and placement of authorized interactive games at a qualified airport or may enter into an agreement with an interactive gaming operator to provide for the conduct of interactive gaming at the qualified airport.
- (2) An interactive gaming certificate holder or an interactive gaming operator, as applicable, shall secure the written approval of the airport authority for the conduct of interactive gaming through the use of multi-use computing devices at the qualified airport.
- (3) An agreement entered into in accordance with this subsection shall be in writing and shall be submitted to the board for review and approval.
- § 13B20.1. Board authorization required.
- An interactive gaming certificate holder seeking authorization to conduct interactive gaming at a qualified airport through the use of a multi-use computing device shall petition the board for approval. The petition shall include:
  - (1) The name, business address and contact information of the interactive gaming certificate holder or the name, business address and contact information of the interactive gaming operator, if an interactive gaming operator will manage the operation of interactive gaming at a qualified airport on behalf of an interactive gaming certificate holder pursuant to an interactive gaming agreement.
  - (2) The name and business address, job title and a photograph of each principal and key employee of the interactive gaming certificate holder and, if relevant, the interactive gaming operator who will be directly involved in the conduct of authorized interactive games at the qualified airport and who is not currently licensed by the board, if known.
  - (3) The name and business address of the airport authority, the location of the qualified airport and the names of the governing body of the airport authority, if the airport authority is incorporated in accordance with 53 Pa.C.S. Ch. 56 (relating to municipal authorities).
  - (4) If the use and control of a qualified airport is regulated by a city of the first class, an identification of

the municipal agency and primary officials of a city of the first class, which regulates the use and control of the qualified airport.

- (5) The name and job title of the person or persons who will be responsible for ensuring the operation and integrity of airport gaming and reviewing reports of suspicious transactions.
- (6) The brand name and manufacturer of the multi-use computing devices that will be placed in operation at the qualified airport.
- (7) An itemized list of the interactive games for which authorization is being sought.
- (8) Information, as the board may require, on any special computer applications or apps, including gaming apps, which can be accessed on the multi-use computing devices.
- (9) Information on the terms and conditions of any interactive gaming agreement and concession contract entered into by or between an interactive gaming certificate holder, interactive gaming operator and an airport authority or supplier or other person related to the conduct of interactive gaming through the use of multi-use computing devices at a qualified airport, if the board deems necessary and appropriate.
- (10) A copy of each agreement and contract referred to in paragraph (9), if required by the board.
- (11) Detailed site plans illustrating the location of the proposed airport gaming area at the qualified airport.
- (12) Information and documentation concerning financial background and resources, as the board may require, to establish by clear and convincing evidence the financial stability, integrity and responsibility of the petitioner.
  - (13) Any other information as the board may require.
- (b) Confidentiality. -- Information submitted to the board under paragraphs (9), (10), (12) and (13) may be considered confidential by the board if the information would be confidential under section 1206(f) (relating to board minutes and records).
- (c) Approval of petition. -- Upon approval of a petition as required under this section, the board shall authorize an interactive gaming certificate holder or an interactive gaming operator, as applicable, to conduct interactive gaming at a qualified airport through the use of multi-use computing devices. The authorization of an interactive gaming certificate holder or an interactive gaming operator, as applicable, to conduct interactive gaming at a qualified airport in accordance with this chapter prior to the full payment of the authorization fee under section 13B20.3 (relating to fees) shall not relieve the interactive gaming certificate holder or interactive gaming operator, as applicable, from the obligation to pay the
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- authorization fee in accordance with section 13B20.3. 50
- 51 § 13B20.2. Standard for review of applications.

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The board shall approve an application under section 13B20.1 (relating to board authorization required) if the interactive gaming operator has been or will be issued an interactive gaming license under section 13B14 (relating to interactive gaming operators), and if it establishes, by clear and convincing evidence, all of the following:

- (1) The interactive gaming operator has an agreement with an airport authority authorizing the conduct of interactive gaming at a qualified airport through multi-use computing devices.
- (2) The interactive gaming operator has an agreement with an interactive gaming certificate holder relating to the conduct of authorized interactive games by the interactive gaming operator on behalf of the interactive gaming certificate holder.
- (3) The board has approved the agreements under paragraphs (1) and (2).
- (4) The interactive gaming operator has paid all applicable fees and the authorization fee under section 13B51 (relating to interactive gaming authorization fee).
- (5) The interactive gaming operator possesses the necessary funds or has secured adequate financing to commence the conduct of interactive gaming at the qualified airport.
- (6) The proposed internal and external security and surveillance measures within the airport gaming area of the qualified airport are adequate.
- § 13B20.3. Fees.

- (a) Required fees.--An interactive gaming certificate holder shall pay a one-time, nonrefundable fee of \$1,000,000 upon the authorization to conduct interactive gaming at a qualified airport through the use of multi-use computing devices in accordance with this chapter.
- (b) Deposit of fees.--Notwithstanding section 1208 (relating to collection of fees and fines), all fees or penalties received by the board under this chapter shall be deposited in the General Fund.
- § 13B20.4. Multi-use gaming device tax.
  - (a) Imposition. --
  - (1) Each interactive gaming certificate holder authorized to conduct interactive gaming at a qualified airport in accordance with the provisions of this chapter shall report to the department and pay from its daily gross interactive gaming revenue generated from the conduct of interactive gaming through multi-use computing devices at the qualified airport, on a form and in the manner prescribed by the department, a tax of 14% of its daily gross interactive gaming revenue generated from multi-use computing devices at the qualified airport and a local share assessment.
  - (2) The tax imposed under subsection (a) shall be payable to the department on a weekly basis and shall be based upon the gross interactive gaming revenue generated

from multi-use computing devices at a qualified airport derived during the previous week.

- (3) All funds owed to the Commonwealth under this section shall be held in trust for the Commonwealth by the interactive gaming certificate holder until the funds are paid to the department. Unless otherwise agreed to by the board, an interactive gaming certificate holder shall establish a separate bank account into which gross interactive gaming revenue from multi-use computing devices shall be deposited and maintained until such time as the funds are paid to the department under this section.
- (4) The department shall transfer the tax revenues collected under this section to the General Fund. § 13B20.5. Local share assessment.
- (a) Required payment.--In addition to the tax imposed under section 13B20.4 (relating to multi-use gaming device tax), each interactive gaming certificate holder shall pay on a weekly basis and on a form and in a manner prescribed by the department a local share assessment into a restricted receipts account established in the fund. All funds owed under this section shall be held in trust by the interactive gaming certificate holder until the funds are paid into the account. Funds in the account are hereby appropriated to the department on a continuing basis for the purposes set forth in this section.
  - (b) Distributions to qualified airports. --
  - (1) The department shall make quarterly distributions from the local share assessments deposited into the fund under subsection (a) to qualified airports.
  - (2) Notwithstanding paragraph (1) or any other provision of law, the multi-use computing device local share assessment generated at a qualified airport located in a city of the first class which regulates the use and control of a qualified airport shall be distributed to the school district of the city of the first class for pre-kindergarten programs.
- (c) Definition.--As used in this section, the term "multiuse computing device local share assessment" means 20% of an interactive gaming certificate holder's gross interactive gaming revenue from multi-use computing devices at qualified airports. § 13B20.6. Regulations.
- (a) Regulations.--The board shall promulgate regulations related to the operation of authorized interactive games through the use of multi-use computing devices at qualified airports, including, but not limited to:
  - (1) Procedures for the creation of temporary or provisional interactive gaming accounts that take into consideration the nature of interactive gaming through multiuse computing devices at qualified airports.
  - (2) Procedures to govern credits, debits, deposits and payments to interactive gaming accounts established through multi-use computing devices at qualified airports.
    - (3) Procedures, in consultation with the department, to

1 govern financial transactions between an interactive gaming certificate holder, an interactive gaming operator or other 2 3 persons that relates to the reporting of gross interactive 4 gaming revenue generated through the use of multi-use 5 computing devices at qualified airports. (b) Temporary regulations. -- In order to facilitate the 6 prompt implementation of this chapter, regulations promulgated 7 by the board in accordance with subsection (a) shall be deemed 9 temporary regulations which shall expire not later than two years following the publication of the temporary regulation. The 10 11 board may promulgate temporary regulations not subject to: 12 (1) Sections 201, 202, 203, 204 and 205 of the act of July 31, 1968 (P.L.769, No.240), referred to as the 13 14 Commonwealth Documents Law. 15 (2) Sections 204(b) and 301(10) of the act of October 15, 1980 (P.L.950, No.164), known as the Commonwealth 16 Attorneys Act. 17 (3) The act of June 25, 1982 (P.L.633, No.181), known as 18 the Regulatory Review Act. 19 20 (c) Expiration. -- The board's authority to adopt temporary regulations under subsection (a) shall expire two years after 21 22 the effective date of this section. Regulations adopted after 23 this period shall be promulgated as provided by law. 24 § 13B20.7. Construction. Nothing in this subchapter shall be construed to create a 25 26

Nothing in this subchapter shall be construed to create a separate license governing the use of multi-use computing devices for the conduct of interactive games at eligible airports by interactive gaming certificate holders within this Commonwealth.

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