THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 649 Session of 2015

INTRODUCED BY PAYNE, KOTIK, ADOLPH, HELM, KILLION, KORTZ, BARRAR, COHEN, D. COSTA, DAVIS, DELUCA, EVERETT, HACKETT, MICCARELLI, MOUL, PASHINSKI, STURLA, DUNBAR, YOUNGBLOOD AND FLYNN, FEBRUARY 26, 2015

REFERRED TO COMMITTEE ON GAMING OVERSIGHT, FEBRUARY 26, 2015

AN ACT

1 2 3 4 5	Amending Title 4 (Amusements) of the Pennsylvania Consolidated Statutes, providing for authorized interactive gaming and for duties of Pennsylvania Gaming Control Board and Department of Health; and imposing an interactive gaming tax and prescribing penalties.
6	The General Assembly of the Commonwealth of Pennsylvania
7	hereby enacts as follows:
8	Section 1. Title 4 of the Pennsylvania Consolidated Statutes
9	is amended by adding a chapter to read:
10	<u>CHAPTER 13B</u>
11	AUTHORIZED INTERACTIVE GAMING
12	<u>Sec.</u>
13	<u>13B01. Legislative policy.</u>
14	13B02. Definitions.
15	13B03. Regulation and enforcement by the board.
16	13B04. Prohibition on unauthorized Internet gaming.
17	13B05. Application for license.
18	13B06. Board consideration of application.

1	13B07. Institutional investors.
2	13B08. Licensing fee.
3	13B09. Accounting and operational internal controls.
4	13B10. Interactive gaming tax.
5	13B11. Prohibition on Internet cafes.
6	13B12. Testing of hardware, software and equipment.
7	13B13. Expanded compulsive and problem gambling programs.
8	13B14. Application of other provisions of this part.
9	<u>§ 13B01. Legislative policy.</u>
10	The General Assembly recognizes the following public policy
11	purposes and declares that the following objectives of the
12	Commonwealth are to be served by this chapter:
13	(1) The legalization of slot machines and table games in
14	Pennsylvania has delivered substantial benefits to the
15	<u>Commonwealth, including tax revenue for property tax relief</u>
16	and general economic development, the creation of more than
17	15,000 jobs and significant contributions to the horse racing
18	and agricultural industries.
19	(2) Developments in technology and recent legal
20	decisions have created an opportunity to legalize interactive
21	gaming as a means to further enhance and complement the
22	benefits delivered by casino gaming, licensed facilities and
23	the communities in which they operate.
24	(3) Interactive gaming operates by having players
25	establish and draw funds from an individual account to place
26	a wager in authorized games through the Internet and similar
27	communications media. The Commonwealth currently authorizes
28	gaming in the form of slot machines and banking and
29	nonbanking table games, including poker. These gaming
30	operations provide licensed entities in this Commonwealth the

- 2 -

1	appropriate level of experience to introduce a platform for
2	interactive gaming that protects the player and the integrity
3	of the game.
4	(4) It is a vital public interest that licensed entities
5	retain responsibility for the interactive gaming software and
6	hardware which shall remain under their ultimate supervisory
7	control. Vendors' ability to provide the interactive gaming
8	platform must depend solely on, and be tied to, the status of
9	the licensed entity for which they are providing their
10	services. Any interactive gaming enforcement and regulatory
11	structure must begin from the premise that participation in a
12	lawful and licensed gaming industry is a privilege, not a
13	right and that regulatory oversight is intended to safeguard
14	the integrity of the games and participants and to ensure
15	accountability.
16	(5) The Commonwealth has entrusted the control and
17	regulation of gaming to the Pennsylvania Gaming Control Board
18	for the past seven years. Based on that experience, it is now
19	appropriate to delegate the responsibility for the
20	implementation and regulation of interactive gaming to the
21	board.
22	(6) Authorized interactive gaming, once fully developed,
23	will allow persons in this Commonwealth to participate in
24	interactive gaming, not only with other persons in this
25	Commonwealth, but with persons in other cooperating United
26	States jurisdictions where interactive gaming has been
27	authorized.
28	(7) The expansion of gaming through the authorization of
29	interactive gaming requires the Commonwealth to take steps to
30	increase awareness of problem gambling across interactive

- 3 -

1	channels and to implement effective strategies for
2	prevention, assessment and treatment of this behavioral
3	<u>disorder.</u>
4	<u>§ 13B02. Definitions.</u>
5	The following words and phrases when used in this chapter
6	shall have the meanings given to them in this section unless the
7	context clearly indicates otherwise:
8	"Affiliate." As defined in section 1103 (relating to
9	definitions). The term does not include an individual.
10	"Authorized game." Any interactive game approved by the
11	board under this chapter.
12	"Authorized participant." A person placing a wager who is
13	either physically present in this Commonwealth or located in a
14	jurisdiction with which the Commonwealth has negotiated an
15	interactive gaming agreement. The intermediate routing of
16	electronic data in connection with interactive games may not
17	determine the location or locations in which a wager is
18	initiated, received or otherwise made.
19	"Gross interactive gaming revenue." The total of all cash or
20	cash equivalents paid by authorized participants to a licensee
21	in consideration for the play of interactive games minus:
22	(1) The total of cash or cash equivalents paid out to
23	players as winnings.
24	(2) Promotional gaming credits.
25	(3) The cash equivalent value of any personal property
26	or other noncash item of value included in a drawing, contest
27	or tournament and distributed to players.
28	(4) Taxes paid to other states or territories of the
29	<u>United States pursuant to interactive gaming agreements</u>
30	implemented under this chapter.

- 4 -

1	(5) Revenues from nongaming sources, including food,
2	beverages, souvenirs, advertising, clothing or other
3	nongaming sources.
4	Amounts deposited with a licensee for purposes of interactive
5	gaming and amounts taken in fraudulent acts perpetrated against
6	a licensee for which the licensee is not reimbursed may not be
7	considered to have been paid to the licensee for purposes of
8	calculating gross interactive gaming revenue.
9	"Interactive game." Any gambling game offered through the \blacktriangleleft
10	use of communications technology that allows a person, utilizing
11	money, checks, electronic checks, electronic transfers of money,
12	credit cards, debit cards or any other instrumentality, to
13	transmit electronic information to assist in the placing of a
14	wager and corresponding information related to the display of
15	the game, game outcomes or other similar information. The term
16	does not include the conduct of gaming that occurs entirely
17	among participants located within the licensed facility of the
18	licensee or its affiliate, to the extent that the gaming may be
19	authorized by the board, or nongambling games that do not
20	otherwise require a license under the laws of this Commonwealth.
21	For purposes of this definition, "communications technology"
22	means any method used and the components employed by an
23	establishment to facilitate the transmission of information,
24	including transmission and reception by systems based on wire,
25	cable, radio, microwave, light, optics or computer data
26	networks, including the Internet and intranets.
27	"Interactive gaming agreement." A negotiated agreement
28	between the Commonwealth and one or more of the states or
29	territories of the United States in which interactive gaming is
30	legally authorized that permits persons located in the other
201	50HB0649PN0767 - 5 -

1	jurisdictions to place wagers on interactive games with
2	licensees in this Commonwealth or to permit persons located in
3	this Commonwealth to place wagers on interactive games with
4	licensees in the other jurisdictions, or both. Agreements may
5	contain other provisions the board deems appropriate, except
6	that only authorized games may be permitted to be offered to
7	persons located in this Commonwealth under the agreement.
8	"Interactive gaming license." A license issued by the board
9	under this chapter which authorizes the holder to offer
10	authorized games for play by, and to accept bets and wagers
11	associated with authorized games from, authorized participants.
12	"Interactive gaming platform." The combination of hardware
13	and software designed and used to manage, conduct or record
14	interactive games or the wagers associated with those games and
15	which has been approved by the board for purposes of the conduct
16	of authorized games.
17	"Interactive gaming skin." The portal to an interactive
18	gaming platform or Internet website through which an authorized
19	game is made available to customers in this Commonwealth.
20	"Internet." A computer network of interoperable packet-
21	switched data networks.
22	"Key interactive gaming employee." An individual employed by
23	a licensee, significant vendor or applicant, or by a holding or
24	intermediary company of a licensee, significant vendor or
25	applicant, who is involved in the operation of, or of the wagers
26	associated with, interactive gaming and who is empowered to make
27	discretionary decisions that regulate interactive gaming
28	operations.
29	"Licensee." A licensed entity that holds an interactive
30	gaming license.
201	

- 6 -

1	"Promotional gaming credit." Any bonus, promotion or amount
2	received by a licensee from an authorized participant for which
3	the licensee can demonstrate that it or its affiliate has not
4	received cash.
5	"Significant vendor." A person who offers or proposes to
6	offer any of the following services with respect to interactive
7	gaming:
8	(1) management, administration or control of wagers or
9	of the interactive games themselves;
10	(2) development, maintenance, provision or operation of
11	an interactive gaming platform or any discrete component
12	<u>thereof;</u>
13	(3) sale, licensing or other receipt of compensation for
14	selling or licensing a database or customer list of
15	individuals residing in the United States selected, in whole
16	or in part, because they placed wagers or participated in
17	gambling games with or through an Internet website or
18	operator or any derivative of such a database or customer
19	<u>list;</u>
20	(4) provision of any product, service or asset to a
21	licensee or significant vendor in return for a percentage of
22	interactive gaming revenue, not including fees to financial
23	institutions and payment providers for facilitating a deposit
24	or withdrawal by an authorized participant; or
25	(5) provision of any trademark, trade name, service mark
26	or similar intellectual property under which a licensee or
27	significant vendor identifies to customers the authorized
28	games, the website or equivalent hosting the authorized
29	games, any interactive gaming skin or the interactive gaming
30	platform, but excluding intellectual property of a person
201	.50HB0649PN0767 - 7 -

- 7 -

1	providing only art or graphics.
2	The term does not include any key interactive gaming employee of
3	a licensee or significant vendor. A significant vendor must be
4	licensed by the board to provide these services.
5	§ 13B03. Regulation and enforcement by the board.
6	(a) General ruleThe board shall promulgate regulations
7	for the operation and conduct of interactive gaming in this
8	Commonwealth and shall enforce the regulations.
9	(b) Powers and duties
10	(1) The board shall authorize licensees and significant
11	vendors to conduct interactive gaming involving authorized
12	participants, subject to the provisions of this chapter and
13	other applicable provisions of law. The board shall also
14	develop standards for evaluating and approving interactive
15	gaming platforms for use with interactive gaming.
16	(2) The board may determine in its discretion the
17	categories of employees who satisfy the definition of "key
18	interactive employee" and may exclude from the scope of this
19	definition any particular licensee, significant vendor,
20	applicant or employee or category of employee it deems
21	appropriate.
22	(c) Delegated authorityThe board is designated as the
23	agency of the Commonwealth with the power and authority to
24	negotiate and enter into interactive gaming agreements on behalf
25	of the Commonwealth consistent with this chapter.
26	(d) Interactive gaming agreementsTo the extent
27	practicable, the board shall negotiate interactive gaming
28	agreements with other states, territories or possessions of the
29	United States in which interactive gaming has been authorized to
30	allow players in this Commonwealth to participate in authorized
201	50HB0649PN0767 - 8 -

1 games with players in other jurisdictions.

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2	<u>§ 13B04. Prohibition on unauthorized Internet gaming.</u>
3	(a) Unauthorized gaming
4	(1) It shall be unlawful for any person to willfully and
5	knowingly operate, carry on, offer or expose for play any
6	interactive game or to accept a bet or wager associated with
7	an interactive game from any person physically located in
8	this Commonwealth at the time of play that is not within the
9	scope of a valid and current license issued by the board
10	under this chapter or by another state, territory or
11	possession of the United States with which the Commonwealth
12	has an interactive gaming agreement that permits the
13	activity.
14	(2) It shall be unlawful for any person to willfully and
15	knowingly provide services with respect to any interactive
16	game, bet or wager specified in paragraph (1).
17	(b) Grading of offenseA person who violates subsection
18	(a) commits a misdemeanor of the first degree. For a second or
19	subsequent violation of subsection (a), a person commits a
20	felony of the second degree.
21	<u>(c) Penalties</u>
22	(1) For a first violation of subsection (a), a person
23	shall be sentenced to pay a fine of:
24	<u>(i) not less than \$75,000 nor more than \$150,000, if</u>
25	<u>the person is an individual;</u>
26	<u>(ii) not less than \$150,000 nor more than \$300,000,</u>
27	if the person is a licensed manufacturer or supplier; or
28	<u>(iii) not less than \$300,000 nor more than \$600,000,</u>
29	if the person is a licensed gaming entity.
30	(2) For a second or subsequent violation of subsection

1	(a), a person shall be sentenced to pay a fine of:
2	<u>(i) not less than \$150,000 nor more than \$300,000,</u>
3	if the person is an individual;
4	<u>(ii) not less than \$300,000 nor more than \$600,000,</u>
5	if the person is a licensed manufacturer or supplier; or
6	(iii) not less than \$600,000 nor more than
7	\$1,200,000, if the person is a licensed gaming entity.
8	(d) ForfeitureIf a person places a wager on an
9	interactive game from a location in which the activity is
10	unauthorized, the person shall forfeit all entitlement to any
11	winnings and the money associated with any forfeited winnings
12	shall be deposited by the licensee into the Compulsive and
13	Problem Gambling Treatment Fund established under section
14	1509(b) (relating to compulsive and problem gambling program).
15	(e) Tax liabilityAn unlicensed person offering
16	interactive games to persons in this Commonwealth shall be
17	liable for all taxes required by this chapter in the same manner
18	and amounts as if the person were a licensee. Timely payment of
19	the taxes may not constitute a defense to any prosecution or
20	other proceeding in connection with unauthorized interactive
21	gaming, except for a prosecution or proceeding alleging failure
22	to make such payment.
23	<u>§ 13B05. Application for license.</u>
24	(a) Filing of applicationNinety days from the effective
25	date of this section the board shall permit filing of
26	applications for licenses under this chapter. The application
27	shall include, as applicable:
28	(1) The name and business address of the applicant,
29	including an organizational chart which identifies the
30	applicant's relationship to any person that holds a slot

- 10 -

1	machine license and a table game operation certificate issued
2	by the board.
3	(2) Identification of and a detailed description of the
4	qualifications of any proposed significant vendors. Detailed
5	information shall be provided describing the specific
6	operational responsibilities of significant vendors and the
7	nature of the economic relationship with those significant
8	vendors.
9	(3) A detailed description of the technical protocols
10	and parameters of the interactive gaming platform proposed to
11	<u>be utilized.</u>
12	(4) Identification and a description of the interactive
13	games the applicant proposes to make available.
14	(5) Other information as the board, in its discretion,
15	may determine to require.
16	(b) Temporary authorization
17	(1) During the first 18 months from the effective date
18	of this section, the board may issue temporary authorizations
19	to applicants for licensing as a significant vendor, which
20	may remain in effect until the shorter of 12 months after the
21	date of issue or the date by which the board considers the
22	subject application. Temporary authorizations may be renewed
23	not more than once, upon a showing of good cause. Temporary
24	authorization shall allow the applicant to engage in all of
25	the functions of a fully licensed significant vendor for the
26	duration of the temporary authorization.
27	(2) No temporary authorization may be issued unless:
28	(i) The applicant has submitted a complete license
29	application.
30	(ii) The applicant agrees to pay the fee prescribed

1	in section 13B08 (relating to licensing fee) within 60
2	days of issuance of the temporary authorization, which
3	may be refundable in the event a permanent license is not
4	issued. Failure to make timely payment shall result in
5	revocation of the temporary authorization.
6	(iii) The bureau has stated that it has no objection
7	to the issuance of a temporary authorization to the
8	applicant.
9	(3) Within 45 days of the date that the bureau receives
10	the completed application of an applicant for investigation,
11	the bureau shall conduct a preliminary investigation of the
12	applicant and any key interactive gaming employee of the
13	applicant, which shall include a criminal background
14	investigation of the applicant and any key interactive gaming
15	employees of the applicant.
16	(4) If the bureau's preliminary investigation discloses
17	no material adverse information, then the bureau shall issue
18	to the executive director a statement of no objection to the
19	issuance of a temporary authorization to the applicant.
20	(5) If the bureau's preliminary investigation discloses
21	material adverse information, it shall register an objection
22	and no temporary authorization may be issued until the
23	material concern is resolved.
24	(6) If the bureau's full investigation of an applicant
25	discloses material adverse information, the temporary
26	authorization of the applicant may be suspended or withdrawn
27	upon a showing of cause by the bureau.
28	<u>§ 13B06. Board consideration of application.</u>
29	(a) SuitabilityA holder, or an affiliate of a holder, of
30	a slot machine license and table game operation certificate,

1	whose license and certificate are in good standing, shall be
2	considered suitable to be issued an interactive gaming license
3	by the board without additional investigation.
4	(b) Significant vendorsThe board shall determine the
5	suitability of any significant vendors, consistent with the
6	requirements of this chapter.
7	(c) QualificationsA review of the suitability of a person
8	to hold a license as a licensee or significant vendor shall
9	include the review and determination of whether:
10	(1) The person possesses the requisite experience and
11	skill to perform the functions consistent with the
12	requirements of this chapter.
13	(2) The applicant is a person of good character, honesty
14	and integrity.
15	(3) The applicant is a person whose prior activities,
16	criminal record, if any, reputation, habits and associations
17	<u>do not:</u>
18	(i) pose a threat to the public interest or to the
19	effective regulation and control of interactive gaming;
20	or
21	(ii) create or enhance the dangers of unsuitable,
22	unfair or illegal practices, methods and activities in
23	the conduct of interactive gaming or in the carrying on
24	of the business and financial arrangements incidental to
25	gaming.
26	(d) Owners and key interactive gaming employeesIn
27	connection with an application for a license as a licensee or
28	significant vendor, the applicant shall identify and the board
29	shall determine the suitability of an applicant's owners, chief
30	executive officer, chief financial officer, any other officer
201	50HB0649PN0767 - 13 -

1	whom the board deems significantly involved in the management or
2	control of the applicant and all key interactive gaming
3	employees.
4	(e) Issuance of orderThe board shall issue an order
5	granting or denying an application for a license as a licensee
6	or significant vendor within 120 days of the date on which a
7	properly completed application and any additional information
8	that the board may require is filed. If the board approves an
9	application, it may impose reasonable conditions of licensure
10	consistent with the requirements of this chapter.
11	<u>§ 13B07. Institutional investors.</u>
12	(a) Declaration of investment intent
13	(1) An institutional investor holding less than 25% of
14	the equity securities of a licensee's, significant vendor's
15	or applicant's holding or intermediary companies, shall be
16	granted a waiver of any investigation of suitability or other
17	requirement if the securities are those of a corporation,
18	whether publicly traded or privately held, and the holdings
19	of the securities were purchased for investment purposes
20	only. The institutional investor shall file a certified
21	statement that it has no intention of influencing or
22	affecting the affairs of the licensee, significant vendor,
23	applicant or its holding or intermediary companies. However,
24	an institutional investor shall be permitted to vote on
25	matters put to the vote of the outstanding security holders.
26	(2) The board may grant a waiver to an institutional
27	investor holding a higher percentage of securities upon a
28	showing of good cause and if the conditions specified in
29	paragraph (1) are met.
30	(3) An institutional investor granted a waiver under
201	50UD0640DN0767 14

1	this subsection who subsequently decides to influence or
2	affect the affairs of the licensee, significant vendor or
3	applicant's holding or intermediary company shall provide not
4	less than 30 days' notice of intent and shall file with the
5	board a request for determination of suitability before
6	taking any action that may influence or affect the affairs of
7	the issuer. An institutional investor shall be permitted to
8	vote on matters put to the vote of the outstanding security
9	holders.
10	(4) If an institutional investor changes its investment
11	intent or if the board finds reasonable cause to believe that
12	the institutional investor may be found unsuitable, no action
13	other than divestiture shall be taken by the institutional
14	investor with respect to its security holdings until there
15	has been compliance with any requirements established by the
16	board, which may include the execution of a trust agreement.
17	(5) The licensee or significant vendor or applicant and
18	its relevant holding, intermediary or subsidiary company
19	shall notify the board immediately of any information about,
20	or actions of, an institutional investor holding its equity
21	securities where the information or action may impact the
22	eligibility of the institutional investor for a waiver under
23	this subsection.
24	(b) Failure to declareIf the board finds:
25	(1) that an institutional investor holding any security
26	of a holding or intermediary company of a licensee or
27	significant vendor or applicant or, where relevant, of
28	another subsidiary company of a holding or intermediary
29	company of a licensee or significant vendor or applicant
30	which is related in any way to the financing of the licensee
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- 15 -

1	or significant vendor or applicant, fails to comply with the
2	provisions of subsection (a); or
3	(2) by reason of the extent or nature of its holdings,
4	<u>an institutional investor is in a position to exercise such a</u>
5	substantial impact upon the controlling interests of a
6	licensee or significant vendor or applicant that
7	investigation and determination of suitability of the
8	institutional investor is necessary to protect the public
9	interest;
10	then the board may take any necessary action otherwise
11	authorized under this chapter to protect the public interest.
12	<u>§ 13B08. Licensing fee.</u>
13	If the board grants an application under section 13B05
14	(relating to application for license) within 60 days of entry of
15	the board's order, the successful applicant shall pay a
16	<u>licensing fee of \$5,000,000 if a licensee or \$1,000,000 if a</u>
17	significant vendor.
18	§ 13B09. Accounting and operational internal controls.
19	Each interactive gaming license applicant shall submit to the
20	board and department, in such manner as the board shall require,
21	a description of its administrative and accounting procedures in
22	detail, including its written system of internal control. In
23	addition to other standards that the board, in its discretion,
24	may choose to require, the board shall require licensees to
25	implement appropriate safeguards:
26	(1) To ensure, to a reasonable degree of certainty, that
27	authorized participants are not less than 21 years of age.
28	(2) To ensure, to a reasonable degree of certainty, that
29	authorized participants are physically located within this
30	Commonwealth or another jurisdiction that is permissible

1 under this chapter. 2 (3) To protect, to a reasonable degree of certainty, the privacy and online security of authorized participants. 3 (4) To ensure, to a reasonable degree of certainty, that 4 5 the interactive games are fair and honest and that 6 appropriate measures are in place to deter, detect and, to 7 the extent reasonably possible, to prevent cheating, including collusion, and use of cheating devices, including 8 9 the use of software programs, sometimes referred to as 10 "bots," that make bets or wagers according to algorithms. (5) To minimize compulsive gambling and to provide 11 12 notice to authorized participants of resources to help 13 problem gamblers. 14 (6) To ensure authorized participants' funds are held in accounts segregated from the funds of licensees and otherwise 15 16 are protected from corporate insolvency, financial risk or criminal or civil actions against the licensee. 17 18 § 13B10. Interactive gaming tax. (a) Weekly taxation. -- Each licensee shall report to the 19 department and pay from its daily gross interactive gaming 20 21 revenue, on a form and in a manner prescribed by the department, a tax of 14% of its daily gross interactive gaming revenue, 22 23 which shall be payable to the department on a weekly basis and 24 shall be based upon gross interactive gaming revenue for the 25 previous week. 26 (b) Taxes on out-of-State wagering. -- The tax rate which shall be assessed and collected by the department with respect 27 to any wagers placed by residents of this Commonwealth with an 28 29 interactive gaming operator outside of this Commonwealth, but authorized under an interactive gaming agreement shall be 30

20150HB0649PN0767

- 17 -

1	governed by the agreement but may not exceed 14% of gross
2	interactive gaming revenue derived from residents of this
3	Commonwealth.
4	(c) Taxes held in trustAll funds owed to the Commonwealth
5	under this section shall be held in trust for the Commonwealth
6	by the licensee until the funds are paid to the department.
7	Unless otherwise agreed to by the board, a licensee shall
8	establish a separate bank account into which the funds shall be
9	deposited and maintained until paid to the department.
10	(d) Federal presumptionIn the event Federal law
11	authorizes interactive gaming which establishes a tax based on
12	gross interactive gaming revenue, deposits or the substantial
13	equivalent of or intended substitute for either of them, of
14	which a portion is allocated to the states, that tax shall
15	supersede, in its entirety, the tax imposed by this section.
16	<u>§ 13B11. Prohibition on Internet cafes.</u>
17	(a) General ruleNo organization or commercial enterprise,
18	other than a licensee, shall operate a place of public
19	accommodation, club, including a club or association limited to
20	dues-paying members or similar restricted groups, or similar
21	establishment in which computer terminals or similar access
22	devices are advertised or made available to be used principally
23	for the purpose of accessing interactive games.
24	(b) ConstructionNothing in this section shall be
25	construed to require the owner or operator of a hotel or motel
26	or other public place of general use in this Commonwealth to
27	prohibit or block guests from playing interactive games.
28	<u>§ 13B12. Testing of hardware, software and equipment.</u>
29	(a) Testing by the boardThe board may expand its testing
30	facility, utilize the services of a private testing facility or

1	adopt the testing and certification standards of another
2	jurisdiction and may approve computer hardware, software or
3	associated equipment based on the prior approval of a private
4	testing facility or of another jurisdiction whose standards the
5	board reasonably determines are adequate and comparable to those
6	required by this chapter. Costs associated with the expansion of
7	its own testing facility shall be assessed on significant
8	vendors licensed to provide interactive gaming platforms.
9	(b) Approval
10	(1) No interactive gaming platform may be utilized by a
11	licensee unless approved by the board or its testing and
12	certification facility under this section. The board shall
13	not approve an interactive gaming platform unless the
14	platform is subject to the control, and is the ultimate
15	responsibility, of the licensee.
16	(2) This subsection shall not be construed to prohibit a
17	licensee from licensing use or delegating daily operation of
18	the interactive gaming platform from or to a significant
19	vendor.
20	§ 13B13. Expanded compulsive and problem gambling programs.
21	(a) Expanded programs
22	(1) The board and the Department of Health shall jointly
23	develop expanded programs to address compulsive and problem
24	gambling issues relating to interactive gaming.
25	(2) Licensees shall address compulsive and problem
26	gambling issues in the context of interactive gaming in their
27	respective compulsive and problem gambling plans on file with
28	the board.
29	(b) MessageLicensees shall permanently and continuously
30	display the following message to persons at the time of logging
201	50HB0649PN0767 - 19 -

1	on to the Internet websites of the licensees or any interactive
2	gaming skin:
3	If you or someone you know has a gambling problem and
4	wants help, call 1-800-GAMBLER.
5	§ 13B14. Application of other provisions of this part. ◀
6	The following sections of this part, which are expressly \blacktriangleleft
7	applicable to the conduct or operation of slot machines or table
8	games, are also deemed applicable to interactive gaming under
9	this chapter:
10	(1) The board's power and duty to require that licensees
11	prohibit persons under 21 years of age from playing
12	interactive games under section 1207(8) (relating to
13	regulatory authority of board).
14	(2) The obligation to include information on interactive
15	gaming in the board's annual report under section 1211(a.1)
16	(relating to reports of board).
17	(3) The procedures, parameters and time frames for
18	promulgating temporary regulations under section 13A03(a) and
19	(b) (relating to temporary table game regulations).
20	(4) Manufacturing licensing requirements under section
21	1317.1 (relating to manufacturer licenses).
22	(5) Gaming service provider requirements under section
23	1317.2 (relating to gaming service provider).
24	(6) Permit renewal requirements under section 1326
25	(relating to license renewals).
26	(7) Section 1402 (relating to gross terminal revenue
27	deductions), except that recovery of the costs and expenses
28	of regulating interactive gaming under this chapter shall be
29	limited to 1% of gross interactive gaming revenue.
30	(8) The declaration that it shall be unlawful for an

- 1 <u>individual under 21 years of age to wager, play or attempt to</u>
- 2 play an interactive game under section 1518(a)(13.1)
- 3 <u>(relating to prohibited acts; penalties).</u>
- 4 Section 2. This act shall take effect in 60 days.