
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 519 Session of
2017

INTRODUCED BY MATZIE, DEASY, DeLUCA, D. COSTA, READSHAW,
MILLARD, CALTAGIRONE, DUNBAR, WARNER, DAVIS, SANKEY, MULLERY
AND NEILSON, FEBRUARY 15, 2017

REFERRED TO COMMITTEE ON GAMING OVERSIGHT, FEBRUARY 15, 2017

AN ACT

1 Amending Title 4 (Amusements) of the Pennsylvania Consolidated
2 Statutes, providing for sports wagering and for powers and
3 duties of the Pennsylvania Gaming Control Board; imposing
4 penalties; and providing for sports wagering tax and local
5 fee assessment.

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 CHAPTER 13B

11 SPORTS WAGERING

12 Subchapter

13 A. General Provisions

14 B. Sports Wagering Authorized

15 C. Conduct of Sports Wagering

16 D. Sports Wagering Taxes and Fees

17 E. Miscellaneous Provisions

18 SUBCHAPTER A

19 GENERAL PROVISIONS

1 Sec.

2 13B01. Definitions.

3 13B02. Regulatory authority.

4 13B03. Temporary sports wagering regulations.

5 13B04. Unauthorized sports wagering.

6 § 13B01. Definitions.

7 The following words and phrases when used in this chapter
8 shall have the meanings given to them in this section unless the
9 context clearly indicates otherwise:

10 "Certificate holder." A person to whom the board has awarded
11 a sports wagering certificate.

12 "Gross sports wagering revenue."

13 (1) The total of cash or cash equivalents received from
14 sports wagering minus the total of:

15 (i) Cash or cash equivalents paid to players as a
16 result of sports wagering.

17 (ii) Cash or cash equivalents paid to purchase
18 annuities to fund prizes payable to players over a period
19 of time as a result of sports wagering.

20 (iii) The actual cost paid by the certificate holder
21 for any personal property distributed to a player as a
22 result of sports wagering. This subparagraph does not
23 include travel expenses, food, refreshments, lodging or
24 services.

25 (2) The term does not include any of the following:

26 (i) Counterfeit cash or chips.

27 (ii) Coins or currency of other countries received
28 as a result of sports wagering, except to the extent that
29 the coins or currency are readily convertible to cash.

30 (iii) Cash taken in a fraudulent act perpetrated

1 against a certificate holder for which the certificate
2 holder is not reimbursed.

3 "Sporting event." A professional or collegiate sports or
4 athletic event or a motor race event.

5 "Sports wagering." The business of accepting wagers on
6 sporting events or on the individual performance statistics of
7 athletes in a sporting event or combination of sporting events
8 by any system or method of wagering, including, but not limited
9 to, exchange wagering, parlays, over-under, moneyline, pools and
10 straight bets. The term does not include:

11 (1) Pari-mutuel betting on the outcome of thoroughbred
12 or harness horse racing as authorized under 3 Pa.C.S. Ch. 93
13 (relating to race horse industry reform).

14 (2) Lottery games of the Pennsylvania State Lottery as
15 authorized under the act of August 26, 1971 (P.L.351, No.91),
16 known as the State Lottery Law.

17 (3) Bingo as authorized under the act of July 10, 1981
18 (P.L.214, No.67), known as the Bingo Law.

19 (4) Small games of chance as authorized under the act of
20 December 19, 1988 (P.L.1262, No.156), known as the Local
21 Option Small Games of Chance Act.

22 (5) Slot machine gaming and progressive slot machine
23 gaming as defined and authorized under this part.

24 (6) Keno.

25 (7) Fantasy sports contests.

26 "Sports wagering certificate." A certificate awarded by the
27 board under this chapter that authorizes a slot machine licensee
28 to conduct sports wagering in accordance with this chapter.

29 "Sports wagering device." The term includes any mechanical,
30 electrical or computerized contrivance, terminal, machine or

1 other device, apparatus, equipment or supplies approved by the
2 board and used to conduct sports wagering.

3 § 13B02. Regulatory authority.

4 The board shall promulgate regulations:

5 (1) Establishing standards and procedures for sports
6 wagering. The standards and procedures shall provide for the
7 conduct and implementation of sports wagering within licensed
8 facilities, including any new sports wagering or variations
9 or composites of approved sports wagering, provided that the
10 board determines that the new sports wagering or any
11 variations or composites or other approved sports wagering
12 are suitable for use after a test or experimental period
13 under the terms and conditions as the board may deem
14 appropriate.

15 (2) Establishing standards and rules to govern the
16 conduct of sports wagering and the system of wagering,
17 including the manner in which wagers are received, payouts
18 are remitted and point spreads, lines and odds are
19 determined. The board may also establish standards and rules
20 to govern the conduct of sports wagering and the system of
21 wagering as a form of interactive gaming authorized by the
22 Commonwealth.

23 (3) Establishing the method for calculating gross sports
24 wagering revenue and standards for the daily counting and
25 recording of cash and cash equivalents received in the
26 conduct of sports wagering, including ensuring that internal
27 controls are followed and how financial books and records are
28 maintained and audits are conducted. The board shall consult
29 with the department in establishing the regulations under
30 this paragraph.

1 (4) Establishing notice requirements pertaining to
2 minimum and maximum wagers on sports wagering.

3 (5) Establishing compulsive and problem gambling
4 standards pertaining to sports wagering consistent with this
5 part.

6 (6) Establishing standards prohibiting persons under 21
7 years of age from participating in sports wagering.

8 (7) Providing information pertaining to sports wagering
9 in the board's annual report required under section 1211(a.1)
10 (relating to reports of board).

11 (8) Requiring each certificate holder to:

12 (i) Provide written information about sports
13 wagering rules, payouts or winning wagers and other
14 information as the board may require.

15 (ii) Provide specifications approved by the board
16 under section 1207(11) (relating to regulatory authority
17 of board) to integrate and update the licensed facility's
18 surveillance system to cover all areas where sports
19 wagering is conducted. The specifications shall include
20 provisions providing the board and other persons
21 authorized by the board with onsite access to the system
22 or its signal.

23 (iii) Designate one or more locations within the
24 licensed facility of the certificate holder to conduct
25 sports wagering.

26 (iv) Ensure that visibility in the licensed facility
27 of the certificate holder is not obstructed in any way
28 that could interfere with the ability of the certificate
29 holder, the board and other persons authorized under this
30 part or by the board to oversee the surveillance of the

1 conduct of sports wagering.

2 (v) Integrate the licensed facility's count room to
3 ensure maximum security of the counting and storage of
4 cash and cash equivalents.

5 (vi) Equip each designated location within the
6 licensed facility providing sports wagering with a sign
7 indicating the permissible sports wagering minimum and
8 maximum wagers.

9 (vii) Ensure that no person under 21 years of age
10 participates in sports wagering.

11 § 13B03. Temporary sports wagering regulations.

12 (a) Promulgation.--In order to facilitate the prompt
13 implementation of this chapter, regulations promulgated by the
14 board shall be deemed temporary regulations which shall expire
15 not later than two years following the publication of the
16 temporary regulations. The board may promulgate temporary
17 regulations not subject to:

18 (1) Sections 201, 202, 203, 204 and 205 of the act of
19 July 31, 1968 (P.L.769, No.240), referred to as the
20 Commonwealth Documents Law.

21 (2) Sections 204(b) and 301(10) of the act of October
22 15, 1980 (P.L.950, No.164), known as the Commonwealth
23 Attorneys Act.

24 (3) The act of June 25, 1982 (P.L.633, No.181), known as
25 the Regulatory Review Act.

26 (b) Expiration.--Except for temporary regulations governing
27 the rules of new sports wagering approved by the board, the
28 board's authority to adopt temporary regulations under
29 subsection (a) shall expire two years after the effective date
30 of this section. Regulations adopted after this period shall be

1 promulgated as provided by law.

2 § 13B04. Unauthorized sports wagering.

3 (a) Offense defined.--

4 (1) It shall be unlawful for any person to willfully and
5 knowingly operate, carry on, offer or expose for play any
6 sports wagering or to accept a bet or wager associated with
7 sports wagering from any person physically located in this
8 Commonwealth at the time of play that is not within the scope
9 of a valid and current sports wagering certificate issued by
10 the board under this chapter or by another state, territory
11 or possession of the United States with which the
12 Commonwealth has a sports wagering agreement.

13 (2) It shall be unlawful for any person to willfully and
14 knowingly provide services with respect to any sports
15 wagering or bet or wager specified in paragraph (1).

16 (b) Grading of offense.--A person who violates subsection
17 (a) commits a misdemeanor of the first degree. For a second or
18 subsequent violation of subsection (a), a person commits a
19 felony of the second degree.

20 (c) Penalties.--

21 (1) For a first violation of subsection (a), a person
22 shall be sentenced to pay a fine of:

23 (i) not less than \$75,000 nor more than \$150,000, if
24 the person is an individual;

25 (ii) not less than \$150,000 nor more than \$300,000,
26 if the person is a licensed manufacturer or supplier; or

27 (iii) not less than \$300,000 nor more than \$600,000,
28 if the person is a licensed gaming entity.

29 (2) For a second or subsequent violation of subsection
30 (a), a person shall be sentenced to pay a fine of:

1 13B16. Sports wagering by suppliers and manufacturers.

2 § 13B11. Authorization to conduct sports wagering.

3 (a) Persons who may be authorized.--

4 (1) (i) The board may authorize a slot machine licensee
5 to conduct sports wagering and to operate a system of
6 wagering associated with the conduct of sports wagering
7 at the slot machine licensee's licensed facility, a
8 temporary facility authorized under section 13B21(b)
9 (relating to authorized locations for operation) or an
10 area authorized under section 13B21(c).

11 (ii) Authorization shall be contingent upon the slot
12 machine licensee's agreement to ensure that sports
13 wagering will be conducted in accordance with this part
14 and any other conditions established by the board.

15 (iii) Nothing in this part shall be construed to
16 create a separate license governing the conduct of sports
17 wagering by slot machine licensees within this
18 Commonwealth.

19 (2) The board may authorize a sports wagering
20 certificate holder to conduct sports wagering and to operate
21 a system of wagering associated with the conduct of sports
22 wagering as a form of interactive gaming authorized by the
23 Commonwealth.

24 (3) (i) Except as provided in this part, all
25 individuals wagering on sporting events through
26 authorized sports wagering must be physically located
27 within this Commonwealth or within a state or
28 jurisdiction with which the board has entered a sports
29 wagering agreement.

30 (ii) No individual under 21 years of age may make a

1 wager or bet on sporting events through authorized sports
2 wagering or have access to the designated area of the
3 licensed facility authorized to host sports wagering.

4 (b) Federal authorization.--

5 (1) The Secretary of the Commonwealth shall, when
6 Federal law is enacted or repealed or a Federal court
7 decision is filed that affirms the authority of a state to
8 regulate sports wagering, publish a notice in the
9 Pennsylvania Bulletin certifying the enactment or repeal or
10 the filing of the decision.

11 (2) The board may not authorize the conduct of sports
12 wagering in this Commonwealth until the notice is published
13 as prescribed in paragraph (1).

14 § 13B12. Petition requirements.

15 (a) General rule.--Unless otherwise prohibited under section
16 13A13 (relating to prohibitions), a slot machine licensee may
17 seek approval to conduct sports wagering by filing a petition
18 with the board.

19 (b) Petition contents.--A petition seeking authorization to
20 conduct sports wagering shall include the following:

21 (1) The name, business address and contact information
22 of the petitioner.

23 (2) The name, business address, job title and a
24 photograph of each principal and key employee of the
25 petitioner who will be involved in the conduct of sports
26 wagering and who is not currently licensed by the board, if
27 known.

28 (3) A brief description of the economic benefits
29 expected to be realized by the Commonwealth, its
30 municipalities and its residents if sports wagering is

1 authorized at the petitioner's licensed facility.

2 (4) The details of any financing obtained or that will
3 be obtained to fund an expansion or modification of the
4 licensed facility to accommodate sports wagering and to
5 otherwise fund the cost of commencing sports wagering.

6 (5) Information and documentation concerning financial
7 background and resources, as the board may require, to
8 establish by clear and convincing evidence the financial
9 stability, integrity and responsibility of the petitioner.

10 (6) Information and documentation, as the board may
11 require, to establish by clear and convincing evidence that
12 the petitioner has sufficient business ability and experience
13 to create and maintain a successful sports wagering
14 operation. In making this determination, the board may
15 consider the performance of the petitioner's slot machine and
16 table game operation, including financial information,
17 employment data and capital investment.

18 (7) Information and documentation, as the board may
19 require, to establish by clear and convincing evidence that
20 the petitioner has or will have the financial ability to pay
21 the authorization fee under section 13B61 (relating to sports
22 wagering authorization fee).

23 (8) Detailed site plans identifying the petitioner's
24 proposed sports wagering area within the licensed facility.

25 (9) Other information as the board may require.

26 (c) Confidentiality.--Information submitted to the board
27 under subsection (b) (4), (5), (6), (7) and (8) may be considered
28 confidential by the board if the information would be
29 confidential under section 1206(f) (relating to board minutes
30 and records).

1 § 13B13. Standard for review of petitions.

2 (a) General rule.--The board shall approve a petition if the
3 petitioner establishes, by clear and convincing evidence, all of
4 the following:

5 (1) The petitioner's slot machine license is in good
6 standing with the board.

7 (2) The conduct of sports wagering at the petitioner's
8 licensed facility will have a positive economic impact on the
9 Commonwealth, its municipalities and residents through
10 increased revenues and employment opportunities.

11 (3) The petitioner possesses adequate funds or has
12 secured adequate financing to:

13 (i) Fund any necessary expansion or modification of
14 the petitioner's licensed facility to accommodate the
15 conduct of sports wagering.

16 (ii) Pay the authorization fee in accordance with
17 section 13B61 (relating to sports wagering authorization
18 fee).

19 (iii) Commence sports wagering operations at its
20 licensed facility.

21 (4) The petitioner has the financial stability,
22 integrity and responsibility to conduct sports wagering.

23 (5) The petitioner has sufficient business ability and
24 experience to create and maintain a successful sports
25 wagering operation.

26 (6) The petitioner's proposed internal and external
27 security and proposed surveillance measures within the area
28 of the licensed facility where the petitioner seeks to
29 conduct sports wagering are adequate.

30 (7) The petitioner has satisfied the petition

1 application requirements and provided any other information
2 required by section 13B12(b) (relating to petition
3 requirements).

4 (b) Timing of approval.--The board shall approve or deny a
5 petition within 90 days following receipt of the petition.

6 § 13B14. Award of certificate.

7 (a) General rule.--Upon approval of a petition, the board
8 shall award a sports wagering certificate to the petitioner. The
9 award of a sports wagering certificate prior to the payment in
10 full of the authorization fee required by section 13B61
11 (relating to sports wagering authorization fee) shall not
12 relieve the petitioner from complying with the provisions of
13 section 13B61.

14 (b) Statement of conditions.--Upon awarding a sports
15 wagering operation certificate, the board shall amend the slot
16 machine licensee's statement of conditions pertaining to the
17 requirements of this chapter.

18 (c) Term of sports wagering certificate.--Subject to the
19 power of the board to deny, revoke or suspend a sports wagering
20 certificate issued in accordance with the requirements of this
21 section, a sports wagering certificate shall be renewed every
22 five years and shall be subject to the requirements of section
23 1326 (relating to license renewals).

24 § 13B15. Sports wagering certificate.

25 The following shall apply:

26 (1) A sports wagering certificate shall be in effect
27 unless:

28 (i) suspended or revoked by the board consistent
29 with the requirements of this part;

30 (ii) the slot machine license held by the

1 certificate holder is suspended, revoked or not renewed
2 by the board consistent with the requirements of this
3 part; or

4 (iii) the certificate holder relinquishes or does
5 not seek renewal of its slot machine license.

6 (2) A certificate holder that fails to abide by this
7 chapter or any condition contained in the slot machine
8 licensee's statement of conditions governing the conduct of
9 sports wagering shall be subject to board-imposed
10 administrative sanctions or other penalties authorized under
11 this part.

12 § 13B16. Sports wagering by suppliers and manufacturers.

13 (a) Suppliers.--A person that sells, leases, offers or
14 otherwise provides, distributes or services any sports wagering
15 device or associated equipment for use or operation in this
16 Commonwealth for sports wagering purposes shall be licensed by
17 the board under section 1317 (relating to supplier licenses) and
18 shall be subject to application and licensure fees and fines as
19 prescribed under section 1208 (relating to collection of fees
20 and fines), as determined by the board.

21 (b) Manufacturers.--A person who manufactures, builds,
22 rebuilds, fabricates, assembles, produces, programs, designs or
23 otherwise makes modifications to any sports wagering device or
24 associated equipment for use or operation in this Commonwealth
25 for sports wagering purposes shall be licensed by the board
26 under section 1317.1 (relating to manufacturer licenses) and
27 shall be subject to application and licensure fees and fines as
28 prescribed under section 1208, as determined by the board.

29 SUBCHAPTER C

30 CONDUCT OF SPORTS WAGERING

1 Sec.

2 13B21. Authorized locations for operation.

3 13B22. Commencement of sports wagering operations.

4 13B23. Condition of continued operation.

5 13B24. Key employees and occupation permits.

6 13B25. Application of Clean Indoor Air Act.

7 13B26. Application of Liquor Code.

8 § 13B21. Authorized locations for operation.

9 (a) Restriction.--A certificate holder may only be permitted
10 to conduct sports wagering at the licensed facility, a temporary
11 facility authorized under subsection (b) or an area authorized
12 under subsection (c).

13 (b) Temporary facilities.--The board may permit a
14 certificate holder to conduct sports wagering at a temporary
15 facility that is physically connected to, attached to or
16 adjacent to a licensed facility for a period not to exceed 24
17 months.

18 (c) Powers and duties of board.--

19 (1) Upon request made by a certificate holder, the board
20 may determine the suitability of a Category 1 licensed gaming
21 entity that is also a licensed racing entity authorized to
22 conduct pari-mutuel wagering at nonprimary locations under 3
23 Pa.C.S. Ch. 93 (relating to race horse industry reform) to
24 conduct sports wagering at nonprimary locations.

25 (2) No certificate holder may be approved to conduct
26 sports wagering in a nonprimary location unless the areas are
27 equipped with adequate security and surveillance equipment to
28 ensure the integrity of the conduct of sports wagering.

29 (3) An authorization granted under this subsection may
30 not:

1 (i) Impose any criteria or requirements regarding
2 the contents or structure of a nonprimary location that
3 are unrelated to the conduct of sports wagering.

4 (ii) Authorize the placement or operation of slot
5 machines or table games in a nonprimary location.

6 § 13B22. Commencement of sports wagering operations.

7 No certificate holder may operate or offer sports wagering
8 until the board determines that:

9 (1) The certificate holder is in compliance with the
10 requirements of this part.

11 (2) The certificate holder is prepared in all respects
12 to offer sports wagering play to the public at the licensed
13 facility.

14 (3) The certificate holder has implemented necessary
15 internal and management controls and security arrangements
16 and surveillance systems for the conduct of sports wagering.

17 (4) The certificate holder is in compliance with or has
18 complied with section 13B61 (relating to sports wagering
19 authorization fee).

20 (5) Other conditions as the board may require to
21 implement the conduct of sports wagering.

22 § 13B23. Condition of continued operation.

23 As a condition of continued operation, a certificate holder
24 shall agree to maintain all books, records and documents
25 pertaining to sports wagering in a manner and location within
26 this Commonwealth as approved by the board. All books, records
27 and documents related to sports wagering shall be:

28 (1) segregated by separate accounts within the
29 certificate holder's books, records and documents, except for
30 any books, records or documents that are common to slot

1 machine, table game and sports wagering operations;

2 (2) immediately available for inspection upon request of
3 the board, the bureau, the department, the Pennsylvania State
4 Police or the Attorney General, or agents thereof, during all
5 hours of operation of the certificate holder in accordance
6 with regulations promulgated by the board; and

7 (3) maintained for a period as the board, by regulation,
8 may require.

9 § 13B24. Key employees and occupation permits.

10 Nothing in this part shall be construed to require any
11 individual who holds a principal license, a key employee license
12 or a gaming employee occupation permit under Chapter 13
13 (relating to licensees) to obtain a separate license or permit
14 to be employed in a certificate holder's sports wagering
15 operation authorized under this chapter.

16 § 13B25. Application of Clean Indoor Air Act.

17 For the purpose of section 3(b)(11) of the act of June 13,
18 2008 (P.L.182, No.27), known as the Clean Indoor Air Act, the
19 term "gaming floor" shall include the areas of any facility
20 where the certificate holder is authorized to conduct sports
21 wagering, except such areas off the gaming floor where contests
22 or tournaments are conducted unless smoking is otherwise
23 permitted in such areas.

24 § 13B26. Application of Liquor Code.

25 The provisions of section 493(24)(ii) of the act of April 12,
26 1951 (P.L.90, No.21), known as the Liquor Code, shall also apply
27 to sports wagering.

28 SUBCHAPTER D

29 SPORTS WAGERING TAXES AND FEES

30 Sec.

1 13B61. Sports wagering authorization fee.

2 13B62. Sports wagering tax.

3 13B63. Local share assessment.

4 13B64. Compulsive and problem gambling.

5 § 13B61. Sports wagering authorization fee.

6 (a) Amount.--Each slot machine licensee that is issued a
7 sports wagering certificate to conduct sports wagering in
8 accordance with section 13B11 (relating to authorization to
9 conduct sports wagering) shall pay a one-time nonrefundable
10 authorization fee in the amount of \$5,000,000.

11 (b) Payment of fee.--A slot machine licensee shall remit the
12 authorization fee under subsection (a) to the board within 60
13 days of the approval of a petition to conduct sports wagering.
14 The board may allow the fee to be paid in installments, provided
15 all installments are paid within the 60-day period. In that
16 event, the board and the slot machine licensee shall enter into
17 a written agreement setting forth the terms of payment. Sports
18 wagering may not be conducted until the fee under subsection (a)
19 is paid in full.

20 (c) Renewal fee.--Notwithstanding any other provision of
21 this chapter, a slot machine licensee that is issued a sports
22 wagering certificate shall pay a renewal fee in the amount of
23 \$250,000 upon the renewal of its sports wagering certificate in
24 accordance with sections 1326 (relating to license renewals) and
25 13B14(c) (relating to award of certificate).

26 (d) Failure to pay by deadline.--If a petitioner or
27 certificate holder fails to pay the required authorization fee
28 in full within the 60-day time period, the board shall impose a
29 penalty and may grant the petitioner or certificate holder up to
30 a six-month extension to pay the authorization fee or any

1 remaining portion of the authorization fee and the penalty.

2 (e) Suspension of certificate.--The board shall suspend the
3 sports wagering certificate if the certificate holder fails to
4 pay the total authorization fee and the penalty prior to the
5 expiration of an extension period granted under subsection (d).
6 The suspension shall remain in effect until final payment is
7 made.

8 (f) Deposit of fees.--Notwithstanding section 1208 (relating
9 to collection of fees and fines), all sports wagering
10 authorization fees or penalties received by the board under this
11 subchapter, all sports wagering device and associated equipment
12 manufacturer and supplier license fees, all sports wagering
13 device or associated equipment manufacturer and supplier renewal
14 fees and all fees for licenses issued under Chapter 16 (relating
15 to junkets) shall be deposited into the General Fund.

16 § 13B62. Sports wagering tax.

17 (a) Imposition.--Each certificate holder shall report to the
18 department and pay from its daily gross sports wagering revenue,
19 on a form and in the manner prescribed by the department, a tax
20 of 16% of its daily gross sports wagering revenue.

21 (b) Deposits and distributions.--

22 (1) The tax imposed under subsection (a) shall be
23 payable to the department on a weekly basis and shall be
24 based upon gross sports wagering revenue derived during the
25 previous week.

26 (2) All funds owed to the Commonwealth under this
27 section shall be held in trust for the Commonwealth by the
28 certificate holder until the funds are paid to the
29 department. Unless otherwise agreed to by the board, a
30 certificate holder shall establish a separate bank account

1 into which gross sports wagering revenue shall be deposited
2 and maintained until such time as the funds are paid to the
3 department under this section or paid into the fund under
4 section 13B63(a) (relating to local share assessment).

5 (3) The tax imposed under subsection (a) shall be
6 deposited into the General Fund.

7 § 13B63. Local share assessment.

8 (a) Required payment.--In addition to the tax imposed under
9 section 13B62 (relating to sports wagering tax), each
10 certificate holder shall pay on a weekly basis, on a form and in
11 the manner prescribed by the department, a local share
12 assessment into a restricted receipts account established within
13 the fund. All money owed under this section shall be held in
14 trust by the certificate holder until the money is paid into the
15 restricted account. Funds in the restricted account are hereby
16 appropriated to the department on a continuing basis for the
17 purposes set forth under this section.

18 (b) Distributions.--Except as provided under subsection (c),
19 the department shall make quarterly distributions from the local
20 share assessments deposited into the restricted account to
21 counties, including home rule counties, and to municipalities,
22 including home rule municipalities, hosting a licensed facility
23 authorized to conduct sports wagering in the following manner:

24 (1) Fifty percent of the local share assessment under
25 subsection (a) shall be added to and distributed with the
26 funds distributed under this subsection.

27 (2) Fifty percent of the local share assessment under
28 subsection (a) shall be added to and distributed with the
29 funds distributed under subsection (c).

30 (c) Nonprimary locations.--For sports wagering conducted at

1 nonprimary locations, the local share assessment imposed under
2 subsection (a) shall be distributed as follows:

3 (1) Fifty percent to the county in which the nonprimary
4 location is located.

5 (2) Fifty percent to the municipality in which the
6 nonprimary location is located.

7 (d) Definitions.--As used in this section, the following
8 words and phrases shall have the meanings given to them in this
9 subsection unless the context clearly indicates otherwise:

10 "Local share assessment." Two percent of a certificate
11 holder's daily gross sports wagering revenue.

12 § 13B64. Compulsive and problem gambling.

13 The following shall apply:

14 (1) Each year, from the tax imposed under section 13B62
15 (relating to sports wagering tax), \$2,000,000 or an amount
16 equal to 0.002 multiplied by the total gross sports wagering
17 revenue of all active and operating sports wagering
18 certificate holders, whichever is greater, shall be
19 transferred into the Compulsive and Problem Gambling
20 Treatment Fund established under section 1509 (relating to
21 compulsive and problem gambling program).

22 (2) Each year, from the tax imposed under section 13B62,
23 \$2,000,000 or an amount equal to 0.002 multiplied by the
24 total gross sports wagering revenue of all active and
25 operating sports wagering certificate holders, whichever is
26 greater, shall be transferred to the Department of Health to
27 be used for drug and alcohol addiction treatment services,
28 including treatment for drug and alcohol addiction related to
29 compulsive and problem gambling, as set forth under section
30 1509.1 (relating to drug and alcohol treatment).

