



General Assembly

Amendment

January Session, 2021

LCO No. 8985



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.
REP. DUBITSKY, 47th Dist.
REP. LANOUE, 45th Dist.
REP. RILEY, 46th Dist.
REP. RYAN, 139th Dist.
REP. DE LA CRUZ, 41st 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, an independent institution of higher education, as
16 defined in section 10a-173 of the general statutes, or a for-profit college
17 or university physically located in the state that offers in-person classes
18 within the state;

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

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

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

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

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

36 (9) "Fantasy contest" means any fantasy or simulated game or contest
37 with an entry fee, conducted over the Internet, including through an

38 Internet web site or a mobile device, in which: (A) The value of all prizes
39 and awards offered to a winning fantasy contest player is established
40 and made known to the players in advance of the game or contest; (B)
41 all winning outcomes reflect the knowledge and skill of the players and
42 are determined predominantly by accumulated statistical results of the
43 performance of participants in events; and (C) no winning outcome is
44 based on the score, point spread or any performance of any single team
45 or combination of teams or solely on any single performance of a
46 contestant or player in any single event. "Fantasy contest" does not
47 include lottery games;

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

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

55 (12) "Key employee" means an individual with the following position
56 or an equivalent title associated with a master wagering licensee or a
57 licensed online gaming service provider, online gaming operator or
58 sports wagering retailer: (A) President or chief officer, who is the top
59 ranking individual of the licensee and is responsible for all staff and the
60 overall direction of business operations; (B) financial manager, who is
61 the individual who reports to the president or chief officer who is
62 generally responsible for oversight of the financial operations of the
63 licensee, including, but not limited to, revenue generation, distributions,
64 tax compliance and budget implementation; or (C) compliance
65 manager, who is the individual that reports to the president or chief
66 officer and who is generally responsible for ensuring the licensee
67 complies with all laws, regulations and requirements related to the
68 operation of the licensee. "Key employee" includes an individual (i) who
69 exercises control over technical systems; (ii) who has an ownership
70 interest, provided the interest held by such individual and such

71 individual's spouse, parent and child, in the aggregate, is five per cent
72 or more of the total ownership or interest rights in the licensee; or (iii)
73 who, in the judgment of the commissioner, exercises sufficient control
74 in, or over, a licensee as to require licensure. Tribal membership in and
75 of itself shall not constitute ownership for purposes of this subdivision;

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

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

88 (15) "Mashantucket Pequot procedures" means the Final
89 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
90 of the United States Department of the Interior pursuant to 25 USC
91 2710(d)(7)(B)(vii) and published in 56 Federal Register 24996 (May 31,
92 1991), as amended from time to time;

93 (16) "Master wagering licensee" means (A) the Mashantucket Pequot
94 Tribe, or an instrumentality of or an affiliate wholly-owned by said tribe,
95 if licensed to operate online sports wagering, online casino gaming and
96 fantasy contests pursuant to section 3 of this act; (B) the Mohegan Tribe
97 of Indians of Connecticut, or an instrumentality of or an affiliate wholly-
98 owned by said tribe, if licensed to operate online sports wagering, online
99 casino gaming and fantasy contests pursuant to section 3 of this act; or
100 (C) the Connecticut Lottery Corporation, if licensed pursuant to section
101 4 of this act to operate retail sports wagering, online sports wagering,
102 fantasy contests and keno and to sell tickets for lottery draw games

103 through the Internet, an online service or a mobile application;

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

107 (18) "Mohegan memorandum of understanding" means the
108 memorandum of understanding entered into by and between the state
109 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994, as
110 amended from time to time;

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

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

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

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

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

133 online gaming operator, online gaming service provider or sports
134 wagering retailer;

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

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

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

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

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

168 (29) "Sports wagering" means risking or accepting any money, credit,
169 deposit or other thing of value for gain contingent in whole or in part,
170 (A) by any system or method of wagering, including, but not limited to,
171 in person or through an electronic wagering platform, and (B) based on
172 (i) a live sporting event or a portion or portions of a live sporting event,
173 including future or propositional events during such an event, or (ii) the
174 individual performance statistics of an athlete or athletes in a sporting
175 event or a combination of sporting events. "Sports wagering" does not
176 include the payment of an entry fee to play a fantasy contest or a fee to
177 participate in e-sports; and

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

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

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

197 in such a contest if the individual is physically present on the reservation
198 of the tribe conducting the fantasy contest when paying the entry fee for
199 such contest;

200 (2) Provide that any in-person sports wagering, online sports
201 wagering, retail sports wagering or fantasy contests expressly
202 authorized under subdivision (1) of this subsection and sections 3 to 5,
203 inclusive, of this act during the ten-year initial term or the renewal term
204 as provided in subdivision (3) of this subsection, shall not terminate the
205 moratorium against the operation of video facsimile games by the
206 Mashantucket Pequot Tribe and the Mohegan Tribe of Indians of
207 Connecticut on each tribe's reservation, and provide that any new
208 compact or amendment to each tribe's memorandum of understanding
209 does not relieve each tribe from each tribe's obligation to contribute a
210 percentage of the gross operating revenues of video facsimile games to
211 the state as provided in each tribe's memorandum of understanding;

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

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

228 (5) Provide that:

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

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

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

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

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

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

253 (c) Any amendment or new compact entered into pursuant to this
254 section shall be effective and final upon approval by the Secretary of the
255 United States Department of Interior and publication in the Federal
256 Register in accordance with federal law. If such approval is overturned
257 by a court of competent jurisdiction in a final judgment, which is not
258 appealable, (1) the provisions of sections 1 to 22, inclusive, of this act,
259 and the amendments made to provisions of the general statutes

260 pursuant to this act shall cease to be effective, and (2) keno may be
261 operated under the agreements that were entered into pursuant to
262 section 12-806c of the general statutes, as amended by this act, and in
263 effect on the effective date of this section.

264 Sec. 3. (NEW) (*Effective July 1, 2021*) (a) The commissioner may issue
265 a master wagering license to the Mashantucket Pequot Tribe, or an
266 instrumentality or an affiliate wholly-owned by said tribe, and a master
267 wagering license to the Mohegan Tribe of Indians of Connecticut, or an
268 instrumentality or an affiliate wholly-owned by said tribe, and each
269 master wagering license shall permit the licensee to operate one skin for
270 online sports wagering within the state, operate one skin for online
271 casino gaming within the state and operate fantasy contests within the
272 state, pursuant to the provisions of sections 6 to 22, inclusive, of this act,
273 as applicable, provided:

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

282 (2) The governing bodies of the Mashantucket Pequot Tribe and the
283 Mohegan Tribe of Indians of Connecticut each enact a resolution
284 providing that (A) such tribe waives the defense of sovereign immunity
285 with respect to any action against such tribe as a master wagering
286 licensee, and against an instrumentality of or affiliate wholly-owned by
287 such tribe that is acting on behalf of such tribe as a master wagering
288 licensee, to compel compliance with the provisions of sections 1 to 22,
289 inclusive, of this act, and, as applicable, section 12-586f of the general
290 statutes, as amended by this act, section 12-586g of the general statutes,
291 as amended by this act, section 12-578f of the general statutes, as
292 amended by this act, section 12-806c of the general statutes, as amended

293 by this act, section 52-553 of the general statutes, as amended by this act,
294 section 52-554 of the general statutes, as amended by this act, section 53-
295 278a of the general statutes, as amended by this act, and section 53-278g
296 of the general statutes, as amended by this act, and the regulations
297 promulgated by the state pursuant to said sections, applicable to the
298 operation of online casino gaming, online sports wagering and fantasy
299 contests outside of the reservation lands of the tribe; (B) if such tribe as
300 master wagering licensee, or such tribe's instrumentality or wholly-
301 owned affiliate that is acting on behalf of such tribe as master wagering
302 licensee, fails to pay any fees or taxes due to the state under sections 1
303 to 22, inclusive, of this act, or, as applicable, section 12-586f of the
304 general statutes, as amended by this act, section 12-586g of the general
305 statutes, as amended by this act, section 12-578f of the general statutes,
306 as amended by this act, section 12-806c of the general statutes, as
307 amended by this act, section 17a-713 of the general statutes, as amended
308 by this act, section 52-553 of the general statutes, as amended by this act,
309 section 52-554 of the general statutes, as amended by this act, section 53-
310 278a of the general statutes, as amended by this act, or section 53-278g
311 of the general statutes, as amended by this act, the tribe waives the
312 defense of sovereign immunity with respect to any action by the state
313 against such tribe as master wagering licensee, or against an
314 instrumentality of or affiliate wholly-owned by such tribe acting on
315 behalf of such tribe as master wagering licensee, to permit the collection
316 of such fees or taxes against such master wagering licensee from the
317 operation of online casino gaming, online sports wagering and fantasy
318 contests, as applicable, outside the reservation lands of the tribe; and (C)
319 the venue for such action or claim shall be in the judicial district of
320 Hartford; and

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

324 (b) The holder of a master wagering license issued under subsection
325 (a) of this section may not operate online sports wagering, online casino
326 gaming or fantasy contests until the regulations, including, but not

327 limited to, emergency regulations, adopted by the commissioner
328 pursuant to section 16 of this act are effective.

329 (c) (1) A master wagering license issued pursuant to subsection (a) of
330 this section shall expire (A) upon the expiration of any new compact or
331 amendment, or renewal thereof, entered into pursuant to section 2 of
332 this act, (B) if the tribe holding such license operates E-bingo machines
333 at a casino on the tribe's reservation in this state at any time during the
334 ten-year initial term of any amendment or new compact, as described in
335 subdivision (3) of subsection (a) of section 2 of this act, or (C) if the
336 holder of such master wagering license ceases to be a tribe, or an
337 instrumentality of or an affiliate wholly-owned by a tribe.

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

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

349 Sec. 4. (NEW) (*Effective July 1, 2021*) (a) If amendments to the
350 Mashantucket Pequot procedures and to the Mashantucket Pequot
351 memorandum of understanding with the Mashantucket Pequot Tribe,
352 or a new compact with the Mashantucket Pequot Tribe, and
353 amendments to the Mohegan compact and to the Mohegan
354 memorandum of understanding with the Mohegan Tribe of Indians of
355 Connecticut, or a new compact with the Mohegan Tribe of Indians of
356 Connecticut, are effective pursuant to section 2 of this act, amendments
357 to the agreements entered into pursuant to section 12-806c of the general
358 statutes, as amended by this act, are effective, and the commissioner has

359 determined that the requirements to issue a master wagering license to
360 the Mashantucket Pequot Tribe, or an instrumentality or an affiliate
361 wholly-owned by said tribe, and a master wagering license to the
362 Mohegan Tribe of Indians of Connecticut, or an instrumentality or an
363 affiliate wholly-owned by said tribe, under section 3 of this act have
364 been met, the commissioner may issue a master wagering license to the
365 Connecticut Lottery Corporation to permit the corporation to:

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

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

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

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

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

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

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

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

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

394 (i) Drawings may occur not more frequently than once every three
395 minutes; and

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

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

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

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

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

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

423 (c) The Connecticut Lottery Corporation shall not conduct any of the
424 activities authorized by subsection (a) of this section until regulations,
425 including, but not limited to, emergency regulations, adopted by the
426 commissioner pursuant to section 16 of this act are effective.

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

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

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

450 (f) For purposes of this section, "gross gaming revenue from keno"

451 means the total of all sums actually received by the Connecticut Lottery
452 Corporation from operating keno both through lottery sales agents and
453 through the corporation's Internet web site, online service or mobile
454 application less the total of all sums paid as winnings to patrons and any
455 federal excise tax applicable to such sums received, provided the total
456 of all sums paid as winnings to such patrons shall not include the cash
457 equivalent value of any merchandise or thing of value included in a
458 jackpot or payout.

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

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

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

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

478 Sec. 6. (NEW) (*Effective July 1, 2021*) (a) No online gaming service
479 provider shall provide goods or services to, or otherwise transact
480 business related to Internet games or retail sports wagering with, a
481 master wagering licensee or a licensed online gaming operator, sports
482 wagering retailer or online gaming service provider in the state without

483 a license from the department, if such a license is required under the
484 provisions of subsection (b) of this section. An online gaming service
485 provider shall apply for a license on a form and in a manner prescribed
486 by the commissioner. Such license shall be renewed annually. The initial
487 application fee for an online gaming service provider license shall be
488 two thousand dollars and the annual renewal fee shall be two thousand
489 dollars.

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

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

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

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

519 Sec. 8. (NEW) (*Effective July 1, 2021*) (a) No online gaming operator
520 shall provide services to a master wagering licensee or a licensed sports
521 wagering retailer in the state without a license from the department. An
522 online gaming operator shall apply for a license on a form and in a
523 manner prescribed by the commissioner. Such license shall be renewed
524 annually. The initial license application fee shall be two hundred fifty
525 thousand dollars and the annual renewal fee shall be one hundred
526 thousand dollars.

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

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

549 deployment of code to production for other than read-only access or the
550 equivalent access to any critical component of an electronic wagering
551 platform; or (3) directly manages gaming operations or directly
552 supervises an individual who directly manages gaming operations. For
553 purposes of this subsection, a "critical component" means a component
554 of an electronic wagering platform that records, stores, processes,
555 shares, transmits or receives sensitive information, such as validation
556 numbers and personal identification numbers, or which stores the
557 results or the current state of a participant's wager for an Internet game.

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

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

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

578 (b) A key employee of a master wagering licensee or licensed online
579 gaming operator, online gaming service provider or sports wagering
580 retailer shall obtain a key employee license from the department

581 pursuant to this section. The commissioner may establish, through
582 regulations adopted pursuant to section 16 of this act, criteria to exercise
583 discretion to determine that an individual who is a key employee is not
584 required to be licensed as a key employee in order to protect the
585 integrity of gaming.

586 (c) (1) A key employee shall apply for a license on a form and in a
587 manner prescribed by the commissioner. Such form may require the
588 applicant to: (A) Submit to a state and national criminal history records
589 check conducted in accordance with section 29-17a of the general
590 statutes, which may include a financial history check if requested by the
591 commissioner, to determine the character and fitness of the applicant for
592 the license, (B) provide information related to other business affiliations,
593 and (C) provide or allow the department to obtain such other
594 information as the department determines is consistent with the
595 requirements of this section in order to determine the fitness of the
596 applicant to hold a license.

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

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

614 (e) The department shall transfer any licensing fee collected pursuant
615 to subsection (a) of this section for a key employee of the holder of a
616 master wagering license under section 3 of this act, or of an online
617 gaming operator or an online gaming service provider that is affiliated
618 with such a holder of a master wagering license, to the State Sports
619 Wagering and Online Gaming Regulatory Fund established under
620 section 20 of this act.

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

640 Sec. 12. (NEW) (*Effective July 1, 2021*) (a) The commissioner may
641 conduct investigations and hold hearings on any matter under the
642 provisions of sections 3 to 22, inclusive, of this act. Each person or
643 business entity issued a license pursuant to section 3 or 4, or sections 6
644 to 10, inclusive, of this act and each person in charge, or having custody,
645 of documents on behalf of a licensee, shall maintain such documents
646 that are related to any operations under the provisions of sections 3 to
647 22, inclusive, of this act, in an auditable format for the current taxable

648 year and the five preceding taxable years. Upon request, such person or
649 business entity shall make such documents immediately available for
650 inspection and copying by the commissioner and shall produce copies
651 of such documents to the commissioner or the commissioner's
652 authorized representative within two business days. Such documents
653 shall be provided to the commissioner in electronic format, unless not
654 commercially practical. In complying with the provisions of this
655 subsection, no person shall use a foreign language, codes or symbols in
656 the keeping of any required document.

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

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

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

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

680 general statutes or the regulations of Connecticut state agencies.

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

683 (1) Furnishing of false or fraudulent information in any license
684 application or failure to comply with representations made in any
685 application;

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

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

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

695 (5) False, misleading or deceptive representations to the public or the
696 department;

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

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

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

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

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

705 (11) Failure to cooperate or give information to the department, local
706 law enforcement authorities or any other enforcement agency upon any

707 matter related to the licensee's credential or gaming operations; or

708 (12) Failure to comply with any provision of sections 1 to 22,
709 inclusive, of this act, corresponding regulations or any other provision
710 of the general statutes that has an impact on the integrity of gaming in
711 this state, including, but not limited to, failure of an online gaming
712 operator who contracts with the Connecticut Lottery Corporation to
713 abide by the conditions for operation set forth in subparagraphs (B), (C)
714 or (E) of subdivision (2) of subsection (a) of section 4 of this act.

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

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

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

735 Sec. 14. (NEW) (*Effective July 1, 2021*) (a) (1) An individual may only
736 place a sports wager through retail sports wagering or online sports
737 wagering outside of the reservations of the Mashantucket Pequot Tribe
738 and the Mohegan Tribe of Indians of Connecticut or place a wager

739 through online casino gaming conducted outside of such reservations,
740 if the wagering is authorized pursuant to sections 3 to 5, inclusive, of
741 this act, and the individual (A) has attained the age of twenty-one, and
742 (B) is physically present in the state when placing the wager, and, in the
743 case of retail sports wagering, is physically present at a retail sports
744 wagering facility in this state.

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

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

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

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

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

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

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

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

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

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

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

786 (6) Provide responsible gambling and problem gambling information
787 to participants; and

788 (7) Conspicuously display on each applicable Internet web site or
789 mobile application:

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

791 (B) A link to responsible gambling information;

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

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

796 (E) A clear display or periodic pop-up message of the amount of time

797 an individual has spent on the operator's Internet web site or mobile
798 application;

799 (F) A means to initiate a break in play to discourage excessive play;
800 and

801 (G) A clear display of the amount of money available to the
802 individual in his or her account.

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

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

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

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

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

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

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

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

856 (e) A master wagering licensee or a licensed online gaming operator,
857 sports wagering retailer or online gaming service provider shall not
858 knowingly pay any winnings to a person who places a wager in

859 violation of this section.

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

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

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

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

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

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

- 890 (5) Technical standards, security features and testing applicable to
891 gaming operations and systems, including electronic wagering
892 platforms;
- 893 (6) Game procedure approval;
- 894 (7) Complaint resolution processes;
- 895 (8) Enforcement actions;
- 896 (9) Standards for age and location verification programs;
- 897 (10) Revenue auditing and reporting standards, which shall include
898 a requirement that all payments be accompanied by a detailed
899 supporting report on a form approved by the commissioner;
- 900 (11) Compliance reporting and disclosure requirements;
- 901 (12) Marketing and advertising standards; and
- 902 (13) Any other provisions deemed necessary by the commissioner to
903 protect the public interest and the integrity of gaming.

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

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

924 (1) The total of all sums paid as winnings to such patrons shall not
925 include the cash equivalent value of any merchandise or thing of value
926 included in a jackpot or payout; and

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

949 Sec. 18. (NEW) (*Effective July 1, 2021*) (a) A master wagering licensee,
950 if licensed to operate online sports wagering or retail sports wagering
951 pursuant to section 3 or 4 of this act, shall pay to the state for deposit in

952 the General Fund: Thirteen and three-quarters per cent of the gross
953 gaming revenue from online or retail sports wagering authorized under
954 section 3 or 4 of this act, as applicable. Each such licensee shall
955 commence payments under this subsection not later than the fifteenth
956 day of the month following the month that the operation of online or
957 retail sports wagering commences under section 3 or 4 of this act, as
958 applicable, and shall make payments not later than the fifteenth day of
959 each succeeding month, while such retail or online sports wagering is
960 conducted.

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

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

969 (2) Coupons or credits that are issued to patrons for the sole purpose
970 of sports wagering and are linked to sports wagering in a documented
971 way as part of a promotional program and actually played by the
972 patrons shall not be included in the calculation of gross gaming revenue
973 from sports wagering, provided if the aggregate amount of such
974 coupons and credits played during a calendar month (A) exceeds
975 twenty-five per cent of the total amount of gross gaming revenue for
976 that month, for any month during the first year that the operation of
977 sports wagering is permitted, (B) exceeds twenty per cent of the total
978 amount of gross gaming revenue for that month, for any month during
979 the second year that the operation of sports wagering is permitted, or
980 (C) exceeds fifteen per cent of the total amount of gross gaming revenue
981 for that month, for any month during the third or succeeding year that
982 the operation of sports wagering is permitted, then the applicable excess
983 amount of coupons or credits used in such calendar month shall be
984 included in the calculation of gross gaming revenue. For the purpose of

985 this subdivision, the year of operation of sports wagering shall be
986 measured from the date that the first master wagering license is issued
987 pursuant to section 3 or 4 of this act or the date that regulations,
988 including, but not limited to, emergency regulations, are adopted and
989 effective pursuant to section 16 of this act, whichever is later.

990 Sec. 19. (NEW) (*Effective July 1, 2021*) (a) A master wagering licensee,
991 if licensed to operate fantasy contests pursuant to section 3 or 4 of this
992 act, shall pay to the state for deposit in the General Fund: Thirteen and
993 three-quarters per cent of the gross receipts from fantasy contests. Each
994 such licensee shall commence payments under this subsection not later
995 than the fifteenth day of the month following the month that such
996 licensee commences operation of fantasy contests, and shall make
997 payments not later than the fifteenth day of each succeeding month,
998 while such fantasy contests are conducted.

999 (b) For purposes of this section, (1) "gross receipts" means the amount
1000 equal to the total of all entry fees that a master wagering licensee collects
1001 from individuals who participate in a fantasy contest, less the total of all
1002 sums paid out as prizes to all fantasy contest participants, multiplied by
1003 the location percentage; and (2) "location percentage" means the
1004 percentage rounded to the nearest tenth of a per cent of the total of entry
1005 fees collected from fantasy contest participants located in the state,
1006 divided by the total of entry fees collected from all fantasy contest
1007 participants.

1008 Sec. 20. (NEW) (*Effective July 1, 2021*) (a) (1) At the commencement of
1009 operating online sports wagering or online casino gaming pursuant to
1010 section 3 of this act in any fiscal year, and on or before September
1011 thirtieth in each fiscal year thereafter that such wagering and gaming is
1012 conducted, the commissioner shall estimate and assess, after
1013 consultation with each holder of a master wagering license under
1014 section 3 of this act, the reasonable and necessary costs that will be
1015 incurred by the department to regulate the operation of such wagering
1016 or gaming under section 3 and sections 6 to 16, inclusive, of this act by
1017 each such licensee, (A) in the next fiscal year; and (B) in the case of the

1018 initial fiscal year of operating such wagering and gaming, in the current
1019 fiscal year.

1020 (2) The estimated costs under subdivision (1) of this subsection shall
1021 not exceed the estimate of expenditure requirements transmitted by the
1022 commissioner pursuant to section 4-77 of the general statutes. The
1023 assessment for any fiscal year shall be: (A) Reduced pro rata by the
1024 amount of any surplus from the assessment of the prior fiscal year,
1025 which shall be maintained in accordance with subsection (d) of this
1026 section, or (B) increased pro rata by the amount of any deficit from the
1027 assessment of the prior fiscal year.

1028 (3) The assessment under subdivision (1) of this subsection for the
1029 holder of a master wagering license issued under section 3 of this act
1030 shall be reduced by the amount of any licensing fees paid to the
1031 department for a license for an online gaming operator, an online
1032 gaming service provider and any corresponding key employee and
1033 occupational employee affiliated with such holder of a master wagering
1034 license during the prior fiscal year.

1035 (b) Each holder of a master wagering license under section 3 of this
1036 act shall pay to the commissioner the amount assessed to such licensee
1037 pursuant to subsection (a) of this section not later than the date specified
1038 by the commissioner for payment, provided such date is not less than
1039 thirty days from the date of such assessment and no payment shall be
1040 due prior to the commencement of wagering and gaming operations by
1041 such licensee. The commissioner shall remit to the State Treasurer all
1042 funds received pursuant to this section.

1043 (c) (1) There is established a fund to be known as the "State Sports
1044 Wagering and Online Gaming Regulatory Fund". The fund shall contain
1045 any moneys required or permitted to be deposited in the fund, including
1046 licensing fees transferred by the department under the provisions of
1047 sections 6 and 8 to 10, inclusive, of this act, and shall be held by the
1048 Treasurer separate and apart from all other moneys, funds and
1049 accounts. Any balance remaining in said fund at the end of any fiscal

1050 year shall be carried forward in said fund for the fiscal year next
1051 succeeding. Moneys in the fund shall be expended by the Treasurer for
1052 the purposes of paying the costs incurred by the department to regulate
1053 online sports wagering and online casino gaming authorized under
1054 section 3 of this act.

1055 (2) The Treasurer shall deposit all funds received pursuant to
1056 subsection (b) of this section in the State Sports Wagering and Online
1057 Gaming Regulatory Fund.

1058 (d) On or before September thirtieth, annually, the Comptroller shall
1059 calculate the actual reasonable and necessary costs incurred by the
1060 department to regulate such online sports wagering and online casino
1061 gaming authorized under section 3 of this act during the prior fiscal
1062 year. The Treasurer shall set aside amounts received pursuant to
1063 subsection (b) of this section in excess of such actual costs. Such excess
1064 amounts shall be considered a surplus for the purposes of subsection (a)
1065 of this section.

1066 (e) If the holder of a master wagering license under section 3 of this
1067 act is aggrieved by an assessment under the provisions of this section,
1068 the licensee may request a hearing before the commissioner not later
1069 than thirty days after such assessment. The commissioner shall hold
1070 such hearing in accordance with the provisions of chapter 54 of the
1071 general statutes not later than thirty days after receiving such request,
1072 and the decision of the commissioner may be appealed in accordance
1073 with the provisions of section 4-183 of the general statutes.

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

1082 wagering licensee on behalf of said tribe, under section 17 or 18 of this
1083 act shall count toward the calculation of the minimum contribution for
1084 said tribe pursuant to the Mohegan memorandum of understanding.

1085 (b) After the completion of the five-year period described in
1086 subsection (a) of this section, (1) the obligation of the Mashantucket
1087 Pequot Tribe to meet the minimum contribution shall continue as
1088 provided for in the Mashantucket Pequot memorandum of
1089 understanding, and the obligation of the Mohegan Tribe of Indians of
1090 Connecticut to meet the minimum contribution shall continue as
1091 provided for in the Mohegan memorandum of understanding, subject
1092 to any agreements entered into between the state and a tribe regarding
1093 the sources of payments that may be used to satisfy such minimum
1094 contribution, and (2) the state shall meet and confer in good faith with
1095 each tribe concerning which payments made to the state by each tribe
1096 should count toward each tribe's obligation.

1097 Sec. 22. (NEW) (*Effective July 1, 2021*) Each holder of a master
1098 wagering license under section 3 of this act shall contribute, in each
1099 fiscal year that such holder has such license, five hundred thousand
1100 dollars to support problem gambling programs in this state, any portion
1101 of which may be made to the state for deposit in the chronic gamblers
1102 treatment rehabilitation account created pursuant to section 17a-713 of
1103 the general statutes, as amended by this act, or to a nonprofit entity or
1104 nonprofit entities with programs to support problem gambling. Such
1105 contribution shall be reduced pro rata in any fiscal year that the licensee
1106 did not hold such license for the entirety of the fiscal year. Each licensee
1107 shall submit to the department, on an annual basis and as a condition of
1108 continued licensure, information regarding the recipients of the
1109 contribution required by this section.

1110 Sec. 23. Subsection (a) of section 12-586f of the general statutes is
1111 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1112 *2021*):

1113 (a) For the purposes of this section, "tribe" means the Mashantucket

1114 Pequot Tribe and "compact" means the Tribal-State Compact between
1115 the tribe and the state of Connecticut, as incorporated and amended in
1116 the Final Mashantucket Pequot Gaming Procedures prescribed by the
1117 Secretary of the United States Department of the Interior pursuant to
1118 Section 2710(d)(7)(B)(vii) of Title 25 of the United States Code and
1119 published in 56 Federal Register 24996 (May 31, 1991), as amended from
1120 time to time, and includes any new compact entered into between the
1121 state and the tribe pursuant to section 2 of this act.

1122 Sec. 24. Subsection (a) of section 12-586g of the general statutes is
1123 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1124 *2021*):

1125 (a) For the purposes of this section, "tribe" means the Mohegan Tribe
1126 of Indians of Connecticut and "compact" means the Tribal-State
1127 Compact between the tribe and the state of Connecticut, dated May 17,
1128 1994, as amended from time to time, and includes any new compact
1129 entered into between the state and the tribe pursuant to section 2 of this
1130 act.

1131 Sec. 25. Section 12-578f of the general statutes is repealed and the
1132 following is substituted in lieu thereof (*Effective July 1, 2021*):

1133 (a) For the purposes of this section and section 12-578g:

1134 (1) "Authorized games" means any game of chance, including, but not
1135 limited to, blackjack, poker, dice, money-wheels, roulette, baccarat,
1136 chuck-a-luck, pan game, over and under, horse race game, acey-deucey,
1137 beat the dealer, bouncing ball, video facsimile game and any other game
1138 of chance authorized by the Commissioner of Consumer Protection;

1139 (2) "Mashantucket Pequot memorandum of understanding" means
1140 the memorandum of understanding entered into by and between the
1141 state and the Mashantucket Pequot Tribe on January 13, 1993, as
1142 amended on April 30, 1993;

1143 (3) "Mashantucket Pequot procedures" means the Final

1144 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
1145 of the United States Department of the Interior pursuant to Section
1146 2710(d)(7)(B)(vii) of Title 25 of the United States Code and published in
1147 56 Federal Register 24996 (May 31, 1991);

1148 (4) "MMCT Venture, LLC" means a limited liability company
1149 described in subsection (d) of this section;

1150 (5) "Mohegan compact" means the Tribal-State Compact entered into
1151 by and between the state and the Mohegan Tribe of Indians of
1152 Connecticut on May 17, 1994; and

1153 (6) "Mohegan memorandum of understanding" means the
1154 memorandum of understanding entered into by and between the state
1155 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994.

1156 (b) MMCT Venture, LLC, is authorized to conduct authorized games
1157 at a casino gaming facility at 171 Bridge Street, East Windsor,
1158 Connecticut.

1159 (c) Such authorization shall not be effective unless the following
1160 conditions have been met:

1161 (1) (A) The Governor enters into amendments to the Mashantucket
1162 Pequot procedures and to the Mashantucket Pequot memorandum of
1163 understanding with the Mashantucket Pequot Tribe and amendments
1164 to the Mohegan compact and to the Mohegan memorandum of
1165 understanding with the Mohegan Tribe of Indians of Connecticut
1166 concerning the operation of a casino gaming facility in the state.

1167 (B) The amendments to the Mashantucket Pequot procedures and the
1168 Mohegan compact shall include a provision that the authorization of
1169 MMCT Venture, LLC, to conduct authorized games in the state does not
1170 terminate the moratorium against the operation of video facsimile
1171 games by the Mashantucket Pequot Tribe and Mohegan Tribe of Indians
1172 of Connecticut on each tribe's reservation.

1173 (C) The amendments to each tribe's memorandum of understanding

1174 shall include a provision that the authorization of MMCT Venture, LLC,
1175 to conduct authorized games in the state does not relieve each tribe from
1176 each tribe's obligation to contribute a percentage of the gross operating
1177 revenues of video facsimile games to the state as provided in each tribe's
1178 memorandum of understanding.

1179 (2) The amendments to the Mashantucket Pequot procedures, the
1180 Mashantucket Pequot memorandum of understanding, the Mohegan
1181 compact and the Mohegan memorandum of understanding are
1182 approved or deemed approved by the Secretary of the United States
1183 Department of the Interior pursuant to the federal Indian Gaming
1184 Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., and its implementing
1185 regulations. If such approval is overturned by a court in a final
1186 judgment, which is not appealable, the authorization provided under
1187 this section shall cease to be effective.

1188 (3) The amendments to the Mashantucket Pequot procedures and to
1189 the Mohegan compact are approved by the General Assembly pursuant
1190 to section 3-6c.

1191 (4) The amendments to the Mashantucket Pequot memorandum of
1192 understanding and to the Mohegan memorandum of understanding are
1193 approved by the General Assembly pursuant to the process described
1194 in section 3-6c.

1195 (5) The governing bodies of the Mashantucket Pequot Tribe and
1196 Mohegan Tribe of Indians of Connecticut enact resolutions providing:
1197 (A) That if MMCT Venture, LLC, fails to pay any fees or taxes due the
1198 state, the tribes, as the members of MMCT Venture, LLC, waive the
1199 possible defense of sovereign immunity with respect to any action or
1200 claim by the state against the tribes as the members of MMCT Venture,
1201 LLC, to the extent such action or claim is permitted to be brought against
1202 a member of a limited liability company under state law to collect any
1203 fees or taxes, while preserving any other defenses available to the tribes,
1204 and (B) that the venue for such action or claim shall be in the judicial
1205 district of Hartford.

1206 (d) Such authorization shall apply to MMCT Venture, LLC, provided:
1207 (1) MMCT Venture, LLC, is a limited liability company jointly and
1208 exclusively owned by the Mashantucket Pequot Tribe and the Mohegan
1209 Tribe of Indians of Connecticut; (2) no other person or business
1210 organization holds an equity interest in MMCT Venture, LLC; and (3)
1211 each tribe holds at least a twenty-five per cent equity interest in MMCT
1212 Venture, LLC. If MMCT Venture, LLC, ceases to be a limited liability
1213 company jointly and exclusively owned by the Mashantucket Pequot
1214 Tribe and the Mohegan Tribe of Indians of Connecticut in which each
1215 tribe holds at least a twenty-five per cent equity interest, such
1216 authorization shall be void.

1217 (e) Notwithstanding the provisions of subsections (b) and (c) of this
1218 section, the authorization to conduct authorized games at a casino
1219 gaming facility pursuant to said subsections shall not be effective during
1220 the ten-year initial term that amendments to the Mashantucket Pequot
1221 procedures and to the Mashantucket Pequot memorandum of
1222 understanding with the Mashantucket Pequot Tribe, or a new compact
1223 with the Mashantucket Pequot Tribe, and amendments to the Mohegan
1224 compact and to the Mohegan memorandum of understanding with the
1225 Mohegan Tribe of Indians of Connecticut, or a new compact with the
1226 Mohegan Tribe of Indians of Connecticut, entered into pursuant to
1227 section 2 of this act are effective, as described in subdivision (3) of
1228 subsection (b) of section 2 of this act.

1229 Sec. 26. Section 12-578j of the general statutes is repealed and the
1230 following is substituted in lieu thereof (*Effective July 1, 2021*):

1231 (a) Not later than June 30, 2019, MMCT Venture, LLC, as defined in
1232 subsection (a) of section 12-578f, as amended by this act, shall pay to the
1233 state thirty million dollars for deposit in the General Fund. Such money
1234 shall be credited against any unpaid required payments pursuant to
1235 subsection (c) of section 12-578g for each month in which the casino
1236 gaming facility is conducting authorized games in such amount and
1237 manner as determined pursuant to an agreement between the Secretary
1238 of the Office of Policy and Management and MMCT Venture, LLC. No

1239 interest shall be charged.

1240 (b) Notwithstanding the provisions of subsection (a) of this section,
1241 the requirement to make a payment to the state pursuant to subsection
1242 (a) of this section shall not be effective during the ten-year initial term
1243 that amendments to the Mashantucket Pequot procedures and to the
1244 Mashantucket Pequot memorandum of understanding with the
1245 Mashantucket Pequot Tribe, or a new compact with the Mashantucket
1246 Pequot Tribe, and amendments to the Mohegan compact and to the
1247 Mohegan memorandum of understanding with the Mohegan Tribe of
1248 Indians of Connecticut, or a new compact with the Mohegan Tribe of
1249 Indians of Connecticut, entered into pursuant to section 2 of this act are
1250 effective, as described in subdivision (3) of subsection (b) of section 2 of
1251 this act.

1252 Sec. 27. Section 12-806c of the general statutes is repealed and the
1253 following is substituted in lieu thereof (*Effective July 1, 2021*):

1254 (a) Notwithstanding the provisions of section 3-6c, the Secretary of
1255 the Office of Policy and Management, on behalf of the state of
1256 Connecticut, may enter into separate agreements with the
1257 Mashantucket Pequot Tribe and the Mohegan Tribe of Indians of
1258 Connecticut concerning the operation of keno by the Connecticut
1259 Lottery Corporation in the state of Connecticut. Any such agreement
1260 shall provide that the state of Connecticut shall distribute to each tribe
1261 a sum not to exceed a twelve and one-half per cent share of the gross
1262 operating revenue received by the state from the operation of keno. The
1263 corporation may not operate keno until such separate agreements are
1264 effective. For the purposes of this section, "gross operating revenues"
1265 means the total amounts wagered, less amounts paid out as prizes.

1266 (b) Notwithstanding the provisions of section 3-6c, the Secretary of
1267 the Office of Policy and Management, on behalf of the state of
1268 Connecticut, and the Mashantucket Pequot Tribe and the Mohegan
1269 Tribe of Indians of Connecticut, may amend the agreements entered into
1270 pursuant to subsection (a) of this section to provide that such

1271 agreements shall not be effective during the period of time that the
1272 Connecticut Lottery Corporation is operating keno pursuant to a master
1273 wagering license issued under section 4 of this act.

1274 (c) For purposes of this section, "keno" means a lottery game in which
1275 a subset of numbers are drawn from a larger field of numbers by a
1276 central computer system using an approved random number generator,
1277 wheel system device or other drawing device. "Keno" does not include
1278 a game operated on a video facsimile machine.

1279 Sec. 28. Section 12-801 of the general statutes is repealed and the
1280 following is substituted in lieu thereof (*Effective July 1, 2021*):

1281 As used in section 12-563a, as amended by this act, and sections 12-
1282 800 to 12-818, inclusive, as amended by this act, the following terms
1283 [shall] have the following meanings unless the context clearly indicates
1284 another meaning:

1285 (1) "Board" or "board of directors" means the board of directors of the
1286 corporation;

1287 (2) "Corporation" means the Connecticut Lottery Corporation as
1288 created under section 12-802;

1289 (3) "Department" means the Department of Consumer Protection;

1290 [(3)] (4) "Division" means the former Division of Special Revenue in
1291 the Department of Revenue Services;

1292 (5) "Fantasy contest" has the same meaning as provided in section 1
1293 of this act;

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

1300 section 53-278g, as amended by this act, and (D) keno conducted by the
1301 corporation pursuant to section 12-806c, as amended by this act, or
1302 sections 2 and 4 of this act;

1303 [(5)] (7) "Keno" means a lottery game in which a subset of numbers
1304 are drawn from a larger field of numbers by a central computer system
1305 using an approved random number generator, wheel system device or
1306 other drawing device; ["Keno" does not include a game operated on a
1307 video facsimile machine;]

1308 [(6) "Lottery fund"] (8) "Lottery and gaming fund" means a fund or
1309 funds established by, and under the management and control of, the
1310 corporation, into which all lottery, sports wagering and fantasy contest
1311 revenues of the corporation are deposited, from which all payments and
1312 expenses of the corporation are paid and from which transfers to the
1313 General Fund or the Connecticut Teachers' Retirement Fund Bonds
1314 Special Capital Reserve Fund, established in section 10-183vv, are made
1315 pursuant to section 12-812, as amended by this act; [and]

1316 (9) "Online sports wagering" has the same meaning as provided in
1317 section 1 of this act;

1318 [(7)] (10) "Operating revenue" means total revenue received from
1319 lottery sales and sports wagering less all cancelled sales and amounts
1320 paid as prizes but before payment or provision for payment of any other
1321 expenses;

1322 (11) "Retail sports wagering" has the same meaning as provided in
1323 section 1 of this act; and

1324 (12) "Skin" has the same meaning as provided in section 1 of this act.

1325 Sec. 29. Section 12-806 of the general statutes is repealed and the
1326 following is substituted in lieu thereof (*Effective July 1, 2021*):

1327 (a) The purposes of the corporation shall be to: (1) Operate and
1328 manage the lottery, and retail sports wagering, online sports wagering
1329 and fantasy contests if licensed pursuant to section 4 of this act, in an

1330 entrepreneurial and business-like manner free from the budgetary and
1331 other constraints that affect state agencies; (2) provide continuing and
1332 increased revenue to the people of the state through the lottery, and
1333 retail sports wagering, online sports wagering and fantasy contests if
1334 licensed pursuant to section 4 of this act, by being responsive to market
1335 forces and acting generally as a corporation engaged in entrepreneurial
1336 pursuits; (3) pay to the trustee of the Connecticut Teachers' Retirement
1337 Fund Bonds Special Capital Reserve Fund, established in section 10-
1338 183vv, the amounts, if any, required pursuant to subsection (c) of section
1339 12-812, as amended by this act; and (4) ensure that the lottery,
1340 [continues] and retail sports wagering, online sports wagering and
1341 fantasy contests, if licensed pursuant to section 4 of this act, continue to
1342 be operated with integrity and for the public good.

1343 (b) The corporation shall have the following powers:

1344 (1) To receive as transferee from the state of Connecticut all of the
1345 tangible and intangible assets constituting the lottery including the
1346 exclusive right to operate the lottery as the exclusive lottery of the state
1347 and, subject to subsection (b) of section 12-808, to assume and discharge
1348 all of the agreements, covenants and obligations of the Department of
1349 Consumer Protection entered into which constitute a part of the
1350 operation and management of the lottery;

1351 (2) To operate and manage the lottery consistent with the provisions
1352 of sections 1-120, 1-121, 1-125, 12-563, 12-563a, as amended by this act,
1353 12-564, 12-566, 12-568a and 12-569, subsection (c) of section 12-574, [and]
1354 sections 12-800 to 12-818, inclusive, as amended by this act, and section
1355 4 of this act, and as specifically provided in section 12-812, as amended
1356 by this act;

1357 (3) To have perpetual succession as a body corporate and to adopt
1358 bylaws, policies and procedures for the operation of its affairs and
1359 conduct of its businesses;

1360 (4) (A) To introduce new lottery games, modify existing lottery
1361 games, utilize existing and new technologies, determine distribution

1362 channels for the sale of lottery tickets, introduce keno pursuant to signed
1363 agreements with the Mashantucket Pequot Tribe and the Mohegan
1364 Tribe of Indians of Connecticut, in accordance with section 12-806c, as
1365 amended by this act, or pursuant to section 4 of this act, and, to the
1366 extent specifically authorized by regulations adopted by the
1367 Department of Consumer Protection pursuant to chapter 54, introduce
1368 instant ticket vending machines, kiosks and automated wagering
1369 systems or machines, with all such rights being subject to regulatory
1370 oversight by the Department of Consumer Protection; [, except that the
1371 corporation shall not offer any interactive on-line lottery games,
1372 including on-line video lottery games for promotional purposes;] and

1373 (B) To sell tickets for lottery draw games through the corporation's
1374 Internet web site, online service or mobile application in accordance
1375 with section 4 of this act and to advertise lottery games on the
1376 corporation's Internet web site, online service or mobile application,
1377 except the corporation shall not offer any interactive lottery game,
1378 including for promotional purposes;

1379 (5) To establish an annual budget of revenues and expenditures,
1380 along with reasonable reserves for working capital, capital
1381 expenditures, debt retirement and other anticipated expenditures, in a
1382 manner and at levels considered by the board of directors as appropriate
1383 and prudent;

1384 (6) To adopt such administrative and operating procedures which the
1385 board of directors deems appropriate;

1386 (7) To enter into agreements with one or more states or territories of
1387 the United States for the promotion and operation of joint lottery games
1388 and to continue to participate in any joint lottery game in which the
1389 corporation participates on July 1, 2003, regardless of whether any
1390 government-authorized lottery operated outside of the United States
1391 participates in such game;

1392 (8) Subject to the provisions of section 12-815, to enter into
1393 agreements with vendors with respect to the operation and

1394 management of the lottery, and retail sports wagering, online sports
1395 wagering and fantasy contests if licensed pursuant to section 4 of this
1396 act, including operation of lottery terminals, management services,
1397 printing of lottery tickets, management expertise, marketing expertise,
1398 advertising or such other goods or services as the board of directors
1399 deems necessary and appropriate;

1400 (9) To purchase or lease operating equipment, including, but not
1401 limited to, computer gaming and automated wagering systems and to
1402 employ agents or employees to operate such systems;

1403 (10) To retain unclaimed prize funds as additional revenue for the
1404 state, or to use unclaimed prize funds to increase sales, or to return to
1405 participants unclaimed prize funds in a manner designed to increase
1406 sales;

1407 (11) To establish prize reserve accounts as the board of directors
1408 deems appropriate;

1409 (12) To pay lottery prizes as awarded under section 12-812, as
1410 amended by this act, to purchase annuities to fund such prizes, and to
1411 assure that all annuities from which payments to winners of lottery
1412 prizes are made are invested in instruments issued by agencies of the
1413 United States government and backed by the full faith and credit of the
1414 United States, or are issued by insurance companies licensed to do
1415 business in the state, provided the issuer has been determined by the
1416 Department of Consumer Protection to be financially stable and meets
1417 the minimum investment rating as determined by the department;

1418 (13) To pay the Office of Policy and Management to reimburse the
1419 Department of Consumer Protection for the reasonable and necessary
1420 costs arising from the department's regulatory oversight of the
1421 operation of the lottery, retail sports wagering, online sports wagering
1422 and fantasy contests by the corporation, in accordance with the
1423 assessment made pursuant to section 12-806b, including costs arising
1424 directly or indirectly from the licensing of lottery agents, performance
1425 of state police background investigations, and the implementation of

1426 subsection (b) of section 12-562 and sections 12-563a, as amended by this
1427 act, 12-568a, 12-569, 12-570, 12-570a and 12-800 to 12-818, inclusive, as
1428 amended by this act, and sections 4, 5, 14 to 16, inclusive, 18 and 19 of
1429 this act;

1430 (14) In the event that the operation or management of the corporation
1431 becomes subject to the federal gaming occupation tax, to pay such tax
1432 on behalf of lottery sales agents and to assist agents subject thereto;

1433 (15) To determine the commissions payable to lottery sales agents,
1434 provided any agent's commission shall not average less than four per
1435 cent of such agent's lottery sales;

1436 (16) To invest in, acquire, lease, purchase, own, manage, hold and
1437 dispose of real property and lease, convey or deal in or enter into
1438 agreements with respect to such property on any terms necessary or
1439 incidental to carrying out the purposes of sections 12-563a, as amended
1440 by this act, and 12-800 to 12-818, inclusive, as amended by this act, and
1441 sections 4 and 5 of this act, provided such transactions shall not be
1442 subject to approval, review or regulation pursuant to title 4b or any
1443 other statute by any state agency, except that real property transactions
1444 shall be subject to review by the State Properties Review Board;

1445 (17) To borrow money for the purpose of obtaining working capital;

1446 (18) To hold patents, copyrights, trademarks, marketing rights,
1447 licenses or any other evidence of protection or exclusivity issued under
1448 the laws of the United States or any state;

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

1457 professionals as may be necessary or desirable to assist the corporation
1458 in performing its purposes in accordance with sections 12-563a, as
1459 amended by this act, [and] 12-800 to 12-818, inclusive, as amended by
1460 this act, and sections 4, 5, 14 to 16, inclusive, 18 and 19 of this act;

1461 (20) To make and enter into all contracts and agreements necessary
1462 or incidental to the performance of its duties and the execution of its
1463 powers under sections 12-563a, as amended by this act, [and] 12-800 to
1464 12-818, inclusive, as amended by this act, and sections 4, 5, 14 to 16,
1465 inclusive, 18 and 19 of this act;

1466 (21) In its own name, to sue and be sued, plead and be impleaded,
1467 adopt a seal and alter the same at pleasure;

1468 (22) Subject to the approval of the board and to the requirement to
1469 remit excess lottery funds to the General Fund as set forth in section 12-
1470 812, as amended by this act, to invest any funds not needed for
1471 immediate use or disbursement, including any funds held in approved
1472 reserve accounts, in investments permitted by sections 3-20 and 3-27a
1473 for the proceeds of state bonds;

1474 (23) To procure insurance against any loss in connection with its
1475 property and other assets in such amounts and from such insurers as it
1476 deems desirable;

1477 (24) To the extent permitted under any contract with other persons to
1478 which the corporation is a party, to consent to any termination,
1479 modification, forgiveness or other change of any term of any contractual
1480 right, payment, royalty, contract or agreement of any kind;

1481 (25) To acquire, lease, purchase, own, manage, hold and dispose of
1482 personal property, and lease, convey or deal in or enter into agreements
1483 with respect to such property on any terms necessary or incidental to
1484 the carrying out of these purposes;

1485 (26) To account for and audit funds of the corporation;

1486 (27) To pay or provide for payment from operating revenues all

1487 expenses, costs and obligations incurred by the corporation in the
1488 exercise of the powers of the corporation under sections 12-563a, as
1489 amended by this act, [and] 12-800 to 12-818, inclusive, as amended by
1490 this act, and sections 4, 5, 14 to 16, inclusive, 18 and 19 of this act; [and]

1491 (28) To operate retail sports wagering at up to fifteen facilities located
1492 throughout the state and one skin for online sports wagering, if licensed
1493 pursuant to section 4 of this act;

1494 (29) To operate fantasy contests, if licensed pursuant to section 4 of
1495 this act; and

1496 ~~[(28)]~~ (30) To exercise any powers necessary to carry out the purposes
1497 of sections 12-563a, as amended by this act, [and] 12-800 to 12-818,
1498 inclusive, as amended by this act, and sections 4, 5, 14 to 16, inclusive,
1499 18 and 19 of this act.

1500 Sec. 30. Section 12-806a of the general statutes is repealed and the
1501 following is substituted in lieu thereof (*Effective July 1, 2021*):

1502 As used in this section, "procedure" has the same meaning as
1503 "procedure", as defined in subdivision (2) of section 1-120. The
1504 Department of Consumer Protection shall, for the purposes of section
1505 12-568a, subsection (c) of section 12-574, sections 12-802a, [and] 12-815a,
1506 and sections 4, 5, 14 to 16, inclusive, 18 and 19 of this act and this section,
1507 regulate the activities of the Connecticut Lottery Corporation to assure
1508 the integrity of the state lottery, retail sports wagering, online sports
1509 wagering and fantasy contests. In addition to the requirements of the
1510 provisions of chapter 12 and notwithstanding the provisions of section
1511 12-806, as amended by this act, the Connecticut Lottery Corporation
1512 shall, prior to implementing any procedure designed to assure the
1513 integrity of the state lottery, retail sports wagering, online sports
1514 wagering and fantasy contests, obtain the written approval of the
1515 Commissioner of Consumer Protection in accordance with regulations
1516 adopted under section 12-568a.

1517 Sec. 31. Section 12-810 of the general statutes is repealed and the

1518 following is substituted in lieu thereof (*Effective July 1, 2021*):

1519 (a) The Freedom of Information Act, as defined in section 1-200, shall
1520 apply to all actions, meetings and records of the corporation, except (1)
1521 where otherwise limited by subsection (c) of this section as to new
1522 lottery games and serial numbers of unclaimed lottery tickets, [and] (2)
1523 with respect to financial, credit and proprietary information submitted
1524 by any person to the corporation in connection with any proposal to
1525 provide goods, services or professional advice to the corporation as
1526 provided in section 12-815, (3) with respect to any personally
1527 identifying, financial, credit or wagering information associated with
1528 any person's account for Internet games, as defined in section 1 of this
1529 act, and (4) where otherwise limited by subsection (d) of this section as
1530 to information submitted by any person to the corporation regarding
1531 such person's participation in the voluntary self-exclusion process
1532 established pursuant to subdivision (5) of subsection (c) of section 13 of
1533 this act.

1534 (b) The records of proceedings as provided in subsection (a) of section
1535 12-805 shall be subject to disclosure pursuant to the provisions of
1536 subsection (a) of section 1-210.

1537 (c) Any new lottery game and the procedures for such game, until the
1538 game is publicly announced by the corporation, and any serial number
1539 of an unclaimed lottery ticket shall not be deemed public records, as
1540 defined in section 1-200, and shall not be available to the public under
1541 the provisions of section 1-210. The president shall submit a fiscal note
1542 prepared by the corporation with respect to the procedures for a new
1543 lottery game to the joint standing committees of the General Assembly
1544 having cognizance of matters relating to finance, revenue, bonding and
1545 public safety after approval of such game by the board.

1546 (d) The name and any personally identifying information of a person
1547 who is participating or who has participated in the corporation's
1548 voluntary self-exclusion process shall not be deemed public records, as
1549 defined in section 1-200, and shall not be available to the public under

1550 the provisions of the Freedom of Information Act, as defined in section
1551 1-200, except that the president may disclose the name and any relevant
1552 records of such person, other than records regarding such person's
1553 participation in the voluntary self-exclusion process, if such person
1554 claims a winning lottery ticket from the purchase of a ticket for a lottery
1555 draw game through the corporation's Internet web site, online service
1556 or mobile application or if such person claims or is paid a winning
1557 wager from online sports wagering or retail sports wagering or is paid
1558 a prize from a fantasy contest.

1559 Sec. 32. Section 12-811 of the general statutes is repealed and the
1560 following is substituted in lieu thereof (*Effective July 1, 2021*):

1561 (a) The president and all directors, officers and employees of the
1562 corporation shall be state employees for purposes of sections 1-79 to 1-
1563 89, inclusive.

1564 (b) No director, officer or employee of the corporation shall, directly
1565 or indirectly, participate in, or share in the winnings from, a game
1566 conducted pursuant to sections 12-563a, as amended by this act, [and]
1567 12-800 to 12-818, inclusive, as amended by this act, section 4 or 5 of this
1568 act or sections 14 to 16, inclusive, of this act.

1569 Sec. 33. Section 12-812 of the general statutes is repealed and the
1570 following is substituted in lieu thereof (*Effective July 1, 2021*):

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

1582 may limit its liability in games with fixed payouts and may cause a
1583 cessation of sales of tickets of certain designation when such liability
1584 limit has been reached.

1585 (2) The president of the corporation, subject to the direction of the
1586 board, shall conduct retail sports wagering, online sports wagering and
1587 fantasy contests, if licensed to do so pursuant to section 4 of this act. The
1588 proceeds of such wagering and contest activities shall be deposited in
1589 the lottery and gaming fund of the corporation from which winnings
1590 shall be paid and from which the payments required by sections 18 and
1591 19 of this act shall be made.

1592 (b) The president, subject to the direction of the board, may enter into
1593 agreements for the sale of product advertising on lottery tickets, play
1594 slips and other lottery media.

1595 (c) On a weekly basis, the president shall estimate, and certify to the
1596 State Treasurer, that portion of the balance in the lottery and gaming
1597 fund which exceeds the current needs of the corporation for the
1598 payment of prizes and winnings, the payments required by sections 18
1599 and 19 of this act, the payment of current operating expenses and
1600 funding of approved reserves of the corporation. The corporation shall
1601 transfer the amount so certified from the lottery and gaming fund of the
1602 corporation to the General Fund upon notification of receipt of such
1603 certification by the Treasurer, except that if the amount on deposit in the
1604 Connecticut Teachers' Retirement Fund Bonds Special Capital Reserve
1605 Fund, established in section 10-183vv, is less than the required
1606 minimum capital reserve, as defined in subsection (b) of said section,
1607 the corporation shall pay such amount so certified to the trustee of the
1608 fund for deposit in the fund. If the corporation transfers any moneys to
1609 the General Fund at any time when the amount on deposit in said capital
1610 reserve fund is less than the required minimum capital reserve, the
1611 amount of such transfer shall be deemed appropriated from the General
1612 Fund to the Connecticut Teachers' Retirement Fund Bonds Special
1613 Capital Reserve Fund.

1614 Sec. 34. Section 12-816 of the general statutes is repealed and the
1615 following is substituted in lieu thereof (*Effective July 1, 2021*):

1616 The exercise of the powers granted by sections 1-120, 1-121, 1-125, 12-
1617 563, 12-563a, as amended by this act, 12-564, 12-566, 12-568a and 12-569,
1618 subsection (c) of section 12-574, [and] sections 12-800 to 12-818,
1619 inclusive, as amended by this act, and sections 4, 5, 14 to 16, inclusive,
1620 and 18 and 19 of this act constitute the performance of an essential
1621 governmental function and all operations of the corporation shall be free
1622 from any form of federal or state taxation. In addition, except pursuant
1623 to any federal requirements, the corporation shall not be required to pay
1624 any taxes or assessments upon or in respect to sales of lottery tickets, or
1625 any property or moneys of the corporation, levied by the state or any
1626 political subdivision or municipal taxing authority. The corporation and
1627 its assets, property and revenues shall at all times be free from taxation
1628 of every kind by the state and by the municipalities and all other
1629 political subdivisions or special districts having taxing powers in the
1630 state.

1631 Sec. 35. Section 12-818 of the general statutes is repealed and the
1632 following is substituted in lieu thereof (*Effective July 1, 2021*):

1633 [For each of the fiscal years ending June 30, 2010, and June 30, 2011,
1634 the Connecticut Lottery Corporation shall transfer one million nine
1635 hundred thousand dollars of the revenue received from the sale of
1636 lottery tickets to the chronic gamblers treatment rehabilitation account
1637 created pursuant to section 17a-713. For the fiscal years ending June 30,
1638 2012, to June 30, 2013, inclusive, the Connecticut Lottery Corporation
1639 shall transfer one million nine hundred thousand dollars of the revenue
1640 received from the sale of lottery tickets to the chronic gamblers
1641 treatment rehabilitation account created pursuant to section 17a-713.]

1642 (a) For the fiscal year ending June 30, 2014, and each fiscal year
1643 thereafter, the Connecticut Lottery Corporation shall transfer two
1644 million three hundred thousand dollars of the revenue received from
1645 the sale of lottery tickets to the chronic gamblers treatment rehabilitation

1646 account created pursuant to section 17a-713, as amended by this act.

1647 (b) In addition to the amount transferred pursuant to subsection (a)
1648 of this section, the Connecticut Lottery Corporation shall transfer one
1649 million dollars of the revenue received from retail sports wagering,
1650 online sports wagering and fantasy contests to the chronic gamblers
1651 treatment rehabilitation account created pursuant to section 17a-713, as
1652 amended by this act, in each fiscal year that the corporation is licensed
1653 to operate retail sports wagering, online sports wagering or fantasy
1654 contests pursuant to section 4 of this act. The corporation may reduce
1655 the amount pro rata in any fiscal year that the corporation did not
1656 operate such wagering or contests for the entirety of the fiscal year.

1657 Sec. 36. Section 12-561 of the general statutes is repealed and the
1658 following is substituted in lieu thereof (*Effective July 1, 2021*):

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

1679 from engaging, directly or indirectly, in any form of legalized gambling
1680 activity in which such employee is involved because of his or her
1681 employment with the department. For purposes of this section, "unit
1682 head" means a managerial employee with direct oversight of a legalized
1683 gambling activity.

1684 Sec. 37. Section 12-563a of the general statutes is repealed and the
1685 following is substituted in lieu thereof (*Effective July 1, 2021*):

1686 The Commissioner of Consumer Protection shall, within available
1687 resources, prepare and distribute informational materials designed to
1688 inform the public of the programs available for the prevention,
1689 treatment and rehabilitation of compulsive gamblers in this state. The
1690 commissioner shall require any casino gaming facility and any person
1691 or business organization which is licensed to sell lottery tickets, operate
1692 an off-track betting system or conduct wagering on racing events or jai
1693 alai games, or conduct retail sports wagering to display such
1694 informational materials at the casino gaming facility and each licensed
1695 premise or retail sports wagering facility, respectively.

1696 Sec. 38. Section 52-553 of the general statutes is repealed and the
1697 following is substituted in lieu thereof (*Effective July 1, 2021*):

1698 All wagers, and all contracts and securities of which the whole or any
1699 part of the consideration is money or other valuable thing won, laid or
1700 bet, at any game, horse race, sport or pastime, and all contracts to repay
1701 any money knowingly lent at the time and place of such game, race,
1702 sport or pastime, to any person so gaming, betting or wagering, or to
1703 repay any money lent to any person who, at such time and place, so
1704 pays, bets or wagers, shall be void, provided nothing in this section shall
1705 (1) affect the validity of any negotiable instrument held by any person
1706 who acquired the same for value and in good faith without notice of
1707 illegality in the consideration, (2) apply to the sale of a raffle ticket
1708 pursuant to section 7-172, (3) apply to online casino gaming, online
1709 sports wagering, retail sports wagering and fantasy contests, as such
1710 terms are defined in section 1 of this act, and conducted pursuant to

1711 sections 3 to 16, inclusive, of this act, as applicable, (4) apply to the
1712 operation of keno through or the purchase of tickets for lottery draw
1713 games through the Internet web site, online service or mobile
1714 application of the Connecticut Lottery Corporation, pursuant to section
1715 4 of this act, or [(3)] (5) apply to any wager or contract otherwise
1716 authorized by law.

1717 Sec. 39. Section 52-554 of the general statutes is repealed and the
1718 following is substituted in lieu thereof (*Effective July 1, 2021*):

1719 Any person who, by playing at any game, or betting on the sides or
1720 hands of such as play at any game, excluding any game permitted under
1721 chapter 226 or any activity not prohibited under the provisions of
1722 sections 53-278a to 53-278g, inclusive, as amended by this act, loses the
1723 sum or value of one dollar in the whole and pays or delivers the same
1724 or any part thereof, may, within three months next following, recover
1725 from the winner the money or the value of the goods so lost and paid or
1726 delivered, with costs of suit in a civil action, without setting forth the
1727 special matter in his complaint. If the defendant refuses to testify, if
1728 called upon in such action, relative to the discovery of the property so
1729 won, [he] the defendant shall be defaulted; but no evidence so given by
1730 [him] the defendant shall be offered against him or her in any criminal
1731 prosecution. Nothing in this section shall prohibit any person from
1732 using a credit card to (1) participate in online casino gaming, online
1733 sports wagering, retail sports wagering or fantasy contests, as such
1734 terms are defined in section 1 of this act, and conducted pursuant to
1735 sections 3 to 16, inclusive, of this act, as applicable, or (2) participate in
1736 keno through or purchase tickets for lottery draw games through the
1737 Internet web site, online service or mobile application of the Connecticut
1738 Lottery Corporation, pursuant to section 4 of this act.

1739 Sec. 40. Subdivision (2) of section 53-278a of the general statutes is
1740 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1741 *2021*):

1742 (2) "Gambling" means risking any money, credit, deposit or other

1743 thing of value for gain contingent in whole or in part upon lot, chance
1744 or the operation of a gambling device, including the playing of a casino
1745 gambling game such as blackjack, poker, craps, roulette or a slot
1746 machine, but does not include: Legal contests of skill, speed, strength or
1747 endurance in which awards are made only to entrants or the owners of
1748 entries; legal business transactions which are valid under the law of
1749 contracts; activity legal under the provisions of sections 7-169 to 7-186,
1750 inclusive; any lottery or contest conducted by or under the authority of
1751 any state of the United States, Commonwealth of Puerto Rico or any
1752 possession or territory of the United States; and other acts or
1753 transactions expressly authorized by law on or after October 1, 1973.
1754 [Fantasy contests, as defined in section 12-578aa shall not be considered
1755 gambling, provided the conditions set forth in subsection (b) of section
1756 12-578aa have been met and the operator of such contests is registered
1757 pursuant to subdivision (1) of subsection (d) of section 12-578aa] Online
1758 casino gaming, online sports wagering, retail sports wagering and
1759 fantasy contests, as such terms are defined in section 1 of this act, shall
1760 not be considered gambling if the online casino gaming, online sports
1761 wagering, retail sports wagering or fantasy contest is conducted
1762 pursuant to sections 3 to 16, inclusive, of this act;

1763 Sec. 41. Subdivision (4) of section 53-278a of the general statutes is
1764 repealed and the following is substituted in lieu thereof (*Effective July 1,*
1765 *2021*):

1766 (4) "Gambling device" means any device or mechanism by the
1767 operation of which a right to money, credits, deposits or other things of
1768 value may be created, as the result of the operation of an element of
1769 chance; any device or mechanism which, when operated for a
1770 consideration, does not return the same value or thing of value for the
1771 same consideration upon each operation thereof; any device,
1772 mechanism, furniture or fixture designed primarily for use in
1773 connection with professional gambling; and any subassembly or
1774 essential part designed or intended for use in connection with any such
1775 device, mechanism, furniture, fixture, construction or installation,
1776 provided an immediate and unrecorded right of replay mechanically

1777 conferred on players of pinball machines and similar amusement
1778 devices shall be presumed to be without value. "Gambling device" does
1779 not include a crane game machine or device or a redemption machine.
1780 [A device or equipment used to play fantasy contests, as defined in
1781 section 12-578aa, shall not be considered a gambling device, provided
1782 the conditions set forth in subsection (b) of section 12-578aa have been
1783 met] A device or equipment used to participate in online casino gaming,
1784 online sports wagering, retail sports wagering or fantasy contests, as
1785 such terms are defined in section 1 of this act, shall not be considered a
1786 gambling device if the conditions set forth in sections 3 to 16, inclusive,
1787 of this act, as applicable, have been met;

1788 Sec. 42. Section 53-278g of the general statutes is repealed and the
1789 following is substituted in lieu thereof (*Effective July 1, 2021*):

1790 (a) Nothing in sections 53-278a to 53-278f, inclusive, as amended by
1791 this act, shall be construed to prohibit the publication of an
1792 advertisement of, or the operation of, or participation in, a state lottery,
1793 pari-mutuel betting at race tracks licensed by the state, off-track betting
1794 conducted by the state or a licensee authorized to operate the off-track
1795 betting system, authorized games at a casino gaming facility, online
1796 casino gaming, online sports wagering, retail sports wagering, and
1797 fantasy contests as authorized by sections 3 to 16, inclusive, of this act,
1798 a promotional drawing for a prize or prizes, conducted for advertising
1799 purposes by any person, firm or corporation other than a retail grocer
1800 or retail grocery chain, wherein members of the general public may
1801 participate without making any purchase or otherwise paying or risking
1802 credit, money, or any other tangible thing of value or a sweepstakes
1803 conducted pursuant to sections 42-295 to 42-301, inclusive.

1804 (b) The Mashantucket Pequot [tribe] Tribe and the Mohegan Tribe of
1805 Indians of Connecticut, or their agents, may use and possess at any
1806 location within the state, solely for the purpose of training individuals
1807 in skills required for employment by the tribe or testing a gambling
1808 device, any gambling device which the tribes are authorized to utilize
1809 on their reservations pursuant to the federal Indian Gaming Regulatory

1810 Act; provided no money or other thing of value shall be paid to any
1811 person as a result of the operation of such gambling device in the course
1812 of such training or testing at locations outside of the reservation of the
1813 tribe. Any person receiving such training or testing such device may use
1814 any such device in the course of such training or testing. Whenever
1815 either of said tribes intends to use and possess at any location within the
1816 state any such gambling device for the purpose of testing such device,
1817 the tribe shall give prior notice of such testing to the Department of
1818 Consumer Protection.

1819 (c) Any casino gaming facility, or its agents, may use and possess at
1820 any location within the state, solely for the purpose of training
1821 individuals in skills required for employment by the casino gaming
1822 facility or testing a gambling device, any gambling device which the
1823 casino gaming facility may use for conducting authorized games at the
1824 casino gaming facility, provided no money or other thing of value shall
1825 be paid to any person as a result of the operation of such gambling
1826 device in the course of such training or testing at locations outside of the
1827 casino gaming facility. Any person receiving such training or testing
1828 such device may use any such device in the course of such training or
1829 testing. Whenever a casino gaming facility intends to use and possess at
1830 any location within the state any such gambling device for the purpose
1831 of testing such device, the casino gambling facility shall give prior notice
1832 of such testing to the Department of Consumer Protection.

1833 Sec. 43. Section 17a-713 of the general statutes is repealed and the
1834 following is substituted in lieu thereof (*Effective July 1, 2021*):

1835 (a) The Department of Mental Health and Addiction Services shall
1836 establish a program for the treatment and rehabilitation of compulsive
1837 gamblers in the state. The program shall provide prevention, treatment
1838 and rehabilitation services for chronic gamblers. The department may
1839 enter into agreements with subregional planning and action councils
1840 and nonprofit organizations to assist in providing these services,
1841 provided not less than twenty-five per cent of the amount received
1842 pursuant to section 12-818, as amended by this act, annually shall be set

1843 aside for contracts with subregional planning and action councils
1844 established pursuant to section 17a-671 and nonprofit organizations and
1845 not less than five per cent of the amount received pursuant to section
1846 12-818, as amended by this act, annually shall be set aside for a contract
1847 with the Connecticut Council on Problem Gambling. The department
1848 may impose a reasonable fee, on a sliding scale, on those participants
1849 who can afford to pay for any such services. The department shall
1850 implement such program when the account established under
1851 subsection (b) of this section is sufficient to meet initial operating
1852 expenses. As used in this section, "chronic gambler" means a person who
1853 is chronically and progressively preoccupied with gambling and the
1854 urge to gamble, and with gambling behavior that compromises,
1855 disrupts or damages personal, family or vocational pursuits.

1856 (b) The program established by subsection (a) of this section shall be
1857 funded by: [imposition of: (1) A] (1) Imposition of a fee of one hundred
1858 thirty-five dollars on each association license, for each performance of
1859 jai alai or dog racing conducted under the provisions of chapter 226,
1860 provided no such licensee shall contribute more than forty-five
1861 thousand dollars in any one year; (2) imposition of a fee of twenty-five
1862 dollars for each teletheater performance on each operator of a teletheater
1863 facility; [and] (3) the amount received from the Connecticut Lottery
1864 Corporation pursuant to section 12-818, as amended by this act; and (4)
1865 any amount received pursuant to section 22 of this act from the holder
1866 of a master wagering license under section 3 of this act. The
1867 Commissioner of Consumer Protection shall collect the fee from each
1868 association licensee or such operator on a monthly basis. The receipts
1869 shall be deposited in the General Fund and credited to a separate,
1870 nonlapsing chronic gamblers treatment and rehabilitation account
1871 which shall be established by the Comptroller. All moneys in the
1872 account are deemed to be appropriated and shall be expended for the
1873 purposes established in subsection (a) of this section.

1874 (c) The department shall adopt regulations in accordance with the
1875 provisions of chapter 54 to carry out the purposes of this section.

1876 Sec. 44. (Effective July 1, 2021) Notwithstanding the provisions of
 1877 section 1-3 of the general statutes, if any provision of sections 1 to 22,
 1878 inclusive, of this act, any amendment made to the provisions of the
 1879 general statutes pursuant to this act, or any provision of an amendment
 1880 or new compact entered into pursuant to section 2 of this act is held
 1881 invalid by a court of competent jurisdiction in a final judgment which is
 1882 not appealable, (1) the provisions of sections 1 to 22, inclusive, of this act
 1883 shall cease to be effective, (2) the amendments made to the provisions of
 1884 the sections of the general statutes pursuant to this act shall be
 1885 inoperative, and (3) keno may be operated under the agreements that
 1886 were entered into pursuant to section 12-806c of the general statutes, as
 1887 amended by this act, and in effect on April 1, 2021.

1888 Sec. 45. Sections 12-565a, 12-578aa and 12-578bb of the general
 1889 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
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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

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Sec. 45	<i>July 1, 2021</i>	Repealer section