SECOND REGULAR SESSION

# SENATE BILL NO. 1061 

## 101ST GENERAL ASSEMBLY

## INTRODUCED BY SENATOR LUETKEMEYER. <br> 5133S.01I <br> ADRIANE D. CROUSE, Secretary

## AN ACT

To repeal section 313.800 , RSMo, and to enact in lieu thereof fourteen new sections relating to sports wagering, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:
Section A. Section 313.800, RSMo, is repealed and fourteen new sections enacted in lieu thereof, to be known as sections $313.800,313.1000,313.1002,313.1003,313.1004,313.1006$, $313.1008,313.1010,313.1012,313.1014,313.1016,313.1018$, 313.1021, and 313.1022, to read as follows:
313.800. 1. As used in sections 313.800 to 313.850 , unless the context clearly requires otherwise, the following terms mean:
(1) "Adjusted gross receipts", the gross receipts from licensed gambling games and devices less winnings paid to wagerers. "Adjusted gross receipts" shall not include adjusted gross receipts from sports wagering as defined in section 313.1000;
(2) "Applicant", any person applying for a license authorized under the provisions of sections 313.800 to 313.850;
(3) "Bank", the elevations of ground which confine the waters of the Mississippi or Missouri Rivers at the ordinary high water mark as defined by common law;
(4) "Capital, cultural, and special law enforcement purpose expenditures" shall include any disbursement,

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.
including disbursements for principal, interest, and costs of issuance and trustee administration related to any indebtedness, for the acquisition of land, land improvements, buildings and building improvements, vehicles, machinery, equipment, works of art, intersections, signing, signalization, parking lot, bus stop, station, garage, terminal, hanger, shelter, dock, wharf, rest area, river port, airport, light rail, railroad, other mass transit, pedestrian shopping malls and plazas, parks, lawns, trees, and other landscape, convention center, roads, traffic control devices, sidewalks, alleys, ramps, tunnels, overpasses and underpasses, utilities, streetscape, lighting, trash receptacles, marquees, paintings, murals, fountains, sculptures, water and sewer systems, dams, drainage systems, creek bank restoration, any asset with a useful life greater than one year, cultural events, and any expenditure related to a law enforcement officer deployed as horse-mounted patrol, school resource or drug awareness resistance education (D.A.R.E) officer;
(5) "Cheat", to alter the selection of criteria which determine the result of a gambling game or the amount or frequency of payment in a gambling game;
(6) "Commission", the Missouri gaming commission;
(7) "Credit instrument", a written check, negotiable instrument, automatic bank draft or other authorization from a qualified person to an excursion gambling boat licensee or any of its affiliated companies licensed by the commission authorizing the licensee to withdraw the amount of credit extended by the licensee to such person from the qualified person's banking account in an amount determined under section 313.817 on or after a date certain of not more than thirty days from the date the credit was extended, and
includes any such writing taken in consolidation, redemption or payment of a previous credit instrument, but does not include any interest-bearing installment loan or other extension of credit secured by collateral;
(8) "Dock", the location in a city or county authorized under subsection 10 of section 313.812 which contains any natural or artificial space, inlet, hollow, or basin, in or adjacent to a bank of the Mississippi or Missouri Rivers, next to a wharf or landing devoted to the embarking of passengers on and disembarking of passengers from a gambling excursion but shall not include any artificial space created after May 20, 1994, and is located more than one thousand feet from the closest edge of the main channel of the river as established by the United States Army Corps of Engineers;
(9) "Excursion gambling boat", a boat, ferry, other floating facility, or any nonfloating facility licensed by the commission on which gambling games are allowed;
(10) "Fiscal year", the fiscal year of a home dock city or county;
(11) "Floating facility", any facility built or originally built as a boat, ferry or barge licensed by the commission on which gambling games are allowed;
(12) "Gambling excursion", the time during which gambling games may be operated on an excursion gambling boat whether docked or during a cruise;
(13) "Gambling game" includes, but is not limited to, games of skill or games of chance on an excursion gambling boat [but does not include gambling on sporting events]; provided such games of chance are approved by amendment to the Missouri Constitution;
(14) "Games of chance", any gambling game in which the player's expected return is not favorably increased by the player's reason, foresight, dexterity, sagacity, design, information or strategy;
(15) "Games of skill", any gambling game in which there is an opportunity for the player to use the player's reason, foresight, dexterity, sagacity, design, information or strategy to favorably increase the player's expected return; including, but not limited to, the gambling games known as "poker", "blackjack" (twenty-one), "craps", "Caribbean stud", "pai gow poker", "Texas hold'em", "double down stud", "sports wagering", and any video representation of such games;
(16) "Gross receipts", the total sums wagered by patrons of licensed gambling games. "Gross receipts" shall not include gross receipts from sports wagering, as defined in section 313.1000 ;
(17) "Holder of occupational license", a person licensed by the commission to perform an occupation within excursion gambling boat operations which the commission has identified as requiring a license;
(18) "Licensee", any person licensed under sections 313.800 to 313.850;
(19) "Mississippi River" and "Missouri River", the water, bed and banks of those rivers, including any space filled wholly or partially by the water of those rivers in a manner approved by the commission but shall not include any artificial space created after May 20, 1994, and is located more than one thousand feet from the closest edge of the main channel of the river as established by the United States Army Corps of Engineers;
(20) "Nonfloating facility", any structure within one thousand feet of the Missouri or Mississippi River that contains at least two thousand gallons of water beneath or inside the facility either by an enclosed space containing such water or in rigid or semirigid storage containers or structures;
(21) "Supplier", a person who sells or leases gambling equipment and gambling supplies to any licensee.
2. (1) In addition to the games of skill defined in this section, the commission may approve other games of skill upon receiving a petition requesting approval of a gambling game from any applicant or licensee. The commission may set the matter for hearing by serving the applicant or licensee with written notice of the time and place of the hearing not less than five days prior to the date of the hearing and posting a public notice at each commission office. The commission shall require the applicant or licensee to pay the cost of placing a notice in a newspaper of general circulation in the applicant's or licensee's home dock city or county. The burden of proof that the gambling game is a game of skill is at all times on the petitioner. The petitioner shall have the affirmative responsibility of establishing the petitioner's case by a preponderance of evidence including:
(a) Is it in the best interest of gaming to allow the game; and
(b) Is the gambling game a game of chance or a game of skill?
(2) All testimony shall be given under oath or affirmation. Any citizen of this state shall have the opportunity to testify on the merits of the petition. The commission may subpoena witnesses to offer expert
testimony. Upon conclusion of the hearing, the commission shall evaluate the record of the hearing and issue written findings of fact that shall be based exclusively on the evidence and on matters officially noticed. The commission shall then render a written decision on the merits which shall contain findings of fact, conclusions of law and a final commission order. The final commission order shall be within thirty days of the hearing. Copies of the final commission order shall be served on the petitioner by certified or overnight express mail, postage prepaid, or by personal delivery.
313.1000. As used in sections 313.1000 to 313.1022 , the following terms shall mean:
(1) "Adjusted gross receipts", the total of all cash and cash equivalents received by a sports wagering operator from sports wagering minus the total of:
(a) All cash and cash equivalents paid out as winnings to sports wagering patrons;
(b) The actual costs paid by a sports wagering operator for anything of value, including merchandise or services, distributed to sports wagering patrons to incentivize sports wagering;
(c) Any sums paid as a result of any federal tax, including the federal excise tax;
(d) Voided or cancelled wagers;
(e) Free play or promotional credits; and
(f) Uncollectible sports wagering receivables, not to exceed the lesser of:
a. A reasonable provision for uncollectible patron checks, ACH transactions, debit card transactions, and credit card transactions received from sports wagering operations; or
b. Two percent of the total of all sums, including checks, whether collected or not, less the amount paid out as winnings to sports wagering patrons. For purposes of this section, a counter or personal check that is invalid or unenforceable under this section is considered cash received by the sports wagering operator from sports wagering operations.

If the amount of adjusted gross receipts on a gaming day is a negative figure, the certificate holder shall remit no sports wagering tax for such gaming day. Any negative adjusted gross receipts shall be carried over and calculated as a deduction on the subsequent gaming days until the negative figure has been brought to a zero balance;
(2) "Certificate holder", a licensed applicant issued a certificate of authority by the commission;
(3) "Certificate of authority", a certificate issued by the commission authorizing a licensed applicant to conduct sports wagering under sections 313.1000 to 313.1022;
(4) "Commission", the Missouri gaming commission;
(5) "Department", the department of revenue;
(6) "Designated sports district", the premises of a facility located in this state with a capacity of eleven thousand five hundred people or more, at which one or more professional sports teams who are a member of the NFL, MLB, NHL, NBA, MLS, WNBA, or NWSL, plays its home games, and the surrounding area within four hundred yards of such premises;
(7) "Designated sports district mobile licensee", a licensed applicant that is an interactive sports wagering platform operator authorized to offer sports wagering only via the internet in this state pursuant to sections 313.1000 to 313.1022 and that is designated by a person or entity
which owns or operates a professional sports team that is a member of the NFL, MLB, NHL, NBA, MLS, WNBA, or NWSL, that plays its home games within a designated sports district. The person or entity designated as a designated sports district mobile licensee, and not the person or entity that owns or operates the applicable professional sports team making such designation, shall be the party that submits an application for licensure under sections 313.1000 to 313.1022;
(8) "Esports", athletic and sporting events involving electronic sports and competitive video games;
(9) "Excursion gambling boat", the same meaning as defined under section 313.800;
(10) "Gross receipts", the total amount of cash and cash equivalents paid by sports wagering patrons to a sports wagering operator to participate in sports wagering;
(11) "Interactive sports wagering platform" or "platform", a platform operated by an interactive sports wagering platform operator that offers sports wagering, through an individual account registered to an eligible person, over the internet, including on websites and mobile devices, on behalf of a licensed facility or designated sports district. Except as otherwise prohibited by sections 313.1000 to 313.1022 , an interactive sports wagering platform may also offer in-person sports wagering on behalf of a licensed facility that is an excursion gambling boat at its licensed facility, including through sports wagering devices;
(12) "Interactive sports wagering platform operator", a legal entity that holds a license issued by the commission to operate an interactive sports wagering platform;
(13) "Licensed applicant", a person holding a license issued under section 313.807 to operate an excursion gambling boat, an interactive sports wagering platform operator, or a designated sports district mobile licensee;
(14) "Licensed facility", an excursion gambling boat licensed under this chapter or a designated sports district for which a certificate holder is licensed under sections 313.1000 to 313.1022;
(15) "Licensed supplier", a person holding a supplier's license issued by the commission;
(16) "Occupational license", a license issued by the commission;
(17) "Official league data", statistics, results, outcomes, and other data relating to an athletic or sporting event utilized to determine the outcome of tier two sports wagers and obtained pursuant to an agreement with the relevant sports governing body, or an entity expressly authorized by the sports governing body to provide such information to sports wagering operators, which authorizes the use of such data for determining the outcome of tier two sports wagers;
(18) "Person", an individual, sole proprietorship, partnership, association, fiduciary, corporation, limited liability company, or any other business entity;
(19) "Sports governing body", the organization headquartered in the United States that prescribes final rules and enforces codes of conduct with respect to a sporting event and participants therein;
(20) "Sports wagering", wagering conducted under sections 313.1000 to 313.1022 on athletic and sporting events involving human competitors, including esports, or on other events as approved by the commission. Sports wagering
shall include, but not be limited to, wagers made on portions of athletic and sporting events, including those on outcomes determined prior to the start of a sporting event, or on the individual statistics of athletes in a sporting event or compilation of sporting events, involving human competitors. Such term shall also include, but not be limited to, single-game wagers, teaser wagers, parlays, overunder, moneyline, pools, exchange wagering, in-game wagers, in-play wagers, proposition wagers, straight wagers, and other wagers approved by the commission. Sports wagering shall not include money spent to participate in paid fantasy sports pursuant to sections 313.900 to 313.955 or such games and contests in which the outcome is determined purely on chance and without any human skill, intention, interaction, or direction;
(21) "Sports wagering commercial activity", any operation, promotion, signage, advertising, or other business activity relating to sports wagering, including the operating or advertising of a business or location at which sports wagering is offered or a business or location at which sports wagering through one or more interactive sports wagering platforms is promoted or advertised;
(22) "Sports wagering device" or "sports wagering kiosk", a self-service mechanical, electrical, or computerized contrivance, terminal, device, apparatus, piece of equipment, or supply approved by the commission for conducting sports wagering under sections 313.1000 to 313.1022. Sports wagering device shall not include a personal device used by a sports wagering patron to access an interactive sports wagering platform. The hardware of a sports wagering device not capable of accepting wagers shall not be considered a sports wagering device;
(23) "Sports wagering operator" or "operator", a licensed facility that is an excursion gambling boat, an interactive sports wagering platform operator offering sports wagering on behalf of a licensed facility, or a designated sports district mobile licensee;
(24) "Sports wagering supplier", a person that provides goods, services, software, or any other components necessary for the creation of sports wagering markets and the determination of wager outcomes, directly or indirectly, to any sports wagering operator or applicant involved in the acceptance of wagers, including providers of data feeds and odds services, providers of kiosks used for self-wagering made in-person, risk management providers, integrity monitoring providers, and other providers of sports wagering supplier services as determined by the commission;
(25) "Supplier's license", a license issued by the commission under section 313.807 ;
(26) "Tier one sports wager", an internet sports wager that is determined solely by the final score or final outcome of the sporting event and is placed before the sporting event has begun;
(27) "Tier two sports wager", an internet sports wager that is not a tier one sports wager.
313.1002. 1. The state of Missouri shall be exempt from the provisions of 15 U.S.C. Section 1172.
2. All shipments of gambling devices used to conduct sports wagering under sections 313.1000 to 313.1022 to licensed applicants or certificate holders, the registering, recording, and labeling of which have been completed by the manufacturer or dealer thereof in accordance with 15 U.S.C. Sections 1171 to 1178, shall be legal shipments of gambling devices into this state. Sports wagering devices or kiosks
not yet capable of accepting sports wagers shall not be considered a gambling device for the purposes of this section.
313.1003. 1. Sports wagering shall not be offered in this state except by a certificate holder.
2. A certificate holder may offer sports wagering:
(1) In person within the certificate holder's licensed facility, provided that such certificate holder is an excursion gambling boat licensed pursuant to this chapter; and
(2) Over the internet via an interactive sports wagering platform to persons physically located in this state.
3. Notwithstanding any other provision of law to the contrary, sports wagering commercial activity shall be prohibited from being conducted within any designated sports district without the approval of the designated sports district mobile licensee applicable to such designated sports district; provided, however, that no such approval shall be required for the sole activity of offering sports wagering over the internet via an interactive sports wagering platform that is accessible to persons physically located within such designated sports district.
313.1004. 1. The commission shall adopt rules to implement the provisions of sections 313.1000 to 313.1022 . Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028 . This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter

536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2022, shall be invalid and void.
2. Rules adopted under this section shall include, but shall not be limited to, the following:
(1) Standards and procedures to govern the conduct of sports wagering, including the manner in which:
(a) Wagers are received;
(b) Payouts are paid; and
(c) Point spreads, lines, and odds are disclosed;
(2) Standards governing how a sports wagering operator offers sports wagering over the internet through an interactive sports wagering platform to patrons physically located in Missouri;
(3) The manner in which a sports wagering operator's books and financial records relating to sports wagering are maintained and audited, including standards for the daily counting of a sports wagering operator's gross receipts from sports wagering and standards to ensure that internal controls are followed; and
(4) Standards concerning the detection and prevention of compulsive gambling, including but not limited to a requirement to use a nationally recognized problem gambling hotline phone number in promotional activity, which shall include at least one of the following phone numbers: 1-888-BETS-OFF, 1-800-522-4700, or 1-800-GAMBLER.
3. Rules adopted under this section shall require a sports wagering operator to make commercially reasonable efforts to do the following:
(1) If the sports wagering operator is a licensed facility that is an excursion gambling boat, designate one
or more areas within the licensed facility operated by the certificate holder for sports wagering conducted under sections 313.1000 to 313.1022 ;
(2) Ensure the security and integrity of sports wagers accepted through an interactive sports wagering platform;
(3) Ensure that the sports wagering operator's surveillance system covers all areas of the licensed facility in which sports wagering is conducted;
(4) Allow the commission to be present through the commission's gaming agents during the time sports wagering is conducted in all areas of the sports wagering operator's licensed facility that is an excursion gambling boat in which sports wagering is conducted, to do the following:
(a) Ensure maximum security of the counting and storage of the sports wagering revenue received by the sports wagering operator;
(b) Certify the sports wagering revenue received by the sports wagering operator;
(c) Receive complaints from the public;
(5) Ensure that sports wager results are determined only from data that is provided by licensed sports wagering suppliers;
(6) Ensure that individuals who are less than twentyone years of age do not make sports wagers;
(7) Establish house rules specifying the amounts to be paid on winning wagers and the effect of schedule changes. The house rules shall be displayed in the sports wagering operator's sports wagering area, posted on the sports wagering operator's or interactive sports wagering platform's internet site or mobile application for interactive sports wagering, and included in the terms and conditions of the sports wagering operator's or interactive
sports wagering platform's interactive sports wagering system; and
(8) Establish industry standard procedures regarding the voiding or cancelling of wagers in the sports wagering operator's internal controls and house rules.
4. (1) A sports governing body or other authorized entity that maintains official league data may notify the commission that official league data for settling tier two sports wagers is available for sports wagering operators.
(2) The commission shall notify sports wagering operators within seven days of receipt of the notification from the sports governing body or other authorized entity that maintains official league data of the availability of official league data. Within sixty days following such notification by the commission, each sports wagering operator shall use only official league data to settle tier two sports wagers on athletic events sanctioned by the applicable sports governing body, except:
(a) During the pendency of a request by such sports wagering operator to the commission, pursuant to subdivision (4) of this subsection, to use alternative data sources approved by the commission to settle such tier two sports wagers; or
(b) Following approval by the commission of a request by such sports wagering operator to use alternative data sources approved by the commission pursuant to subdivision (4) of this subsection.
(3) Official league data made available to sports wagering operators by the sports governing body or other authorized entity that maintains official league data shall be offered on commercially reasonable terms. For the
purposes of this subsection, "commercially reasonable terms" shall include the following nonexclusive factors:
(a) The extent to which sports wagering operators have purchased the same or similar official league data on the same or similar terms;
(b) The speed, accuracy, timeliness, reliability, quality, and quantity of the official league data as compared to comparable alternative data sources;
(c) The quality and complexity of the process used to collect and distribute the official league data as compared to comparable alternative data sources; and
(d) The availability and cost of similar official league data from multiple sources.
(4) A sports wagering operator may submit a written request to the commission for the use, or continued use, of alternative data sources approved by the commission within sixty days of receiving notification from the commission regarding the availability of official league data. The request shall demonstrate in detail that the sports governing body or other authorized entity that maintains official league data is unable or unwilling to offer official league data on commercially reasonable terms. Within sixty days of receipt of a written request from a sports wagering operator to use an alternative data source, the commission shall issue a written approval or disapproval of such request.
(5) The commission shall publish a list of official league data providers on its website.
5. The commission may enter into agreements with other jurisdictions to facilitate, administer, and regulate multijurisdictional sports betting by sports betting operators to the extent that entering into the agreement is consistent
with state and federal laws and the sports betting is conducted only in the United States.
313.1006. 1. A licensed applicant who wishes to offer sports wagering under sections 313.1000 to 313.1022 shall:
(1) Submit an application to the commission in the manner prescribed by the commission for each licensed facility in which the licensed applicant wishes to conduct sports wagering;
(2) Pay an initial application fee of fifty thousand dollars, which shall be deposited in the gaming commission fund and distributed according to section 313.835 .
2. Upon receipt of the application and fee required under subsection 1 of this section, the commission shall issue a certificate of authority to a licensed applicant authorizing the licensed applicant to conduct sports wagering under sections 313.1000 to 313.1022 in a licensed facility or through an interactive sports wagering platform.
313.1008. 1. The commission shall test new sports wagering devices and new forms, variations, or composites of sports wagering under the terms and conditions that the commission considers appropriate prior to authorizing a sports wagering operator to offer a new sports wagering device or a new form, variation, or composite of sports wagering. The commission shall accept such testing of another sports wagering governing body in the United States if the commission determines the testing of such governing body is substantially similar to the testing that would otherwise be required by the commission and the sports wagering operator verifies that its sports wagering devices and forms have not materially changed since such testing.
2. A licensed facility that is an excursion gambling boat may also offer sports wagering through up to three
individually branded interactive sports wagering platforms under the brand, trade, or $d / b / a$ name selected by the sports wagering operator or, as applicable, the interactive sports wagering platform operator. A sports wagering operator may operate each interactive sports wagering platform or contract with one or more interactive sports wagering platform operators to administer any or all of the interactive sports wagering platforms on the licensed facility's behalf. Notwithstanding any provision of law to the contrary, in no event shall sports wagering be offered through more than six sports wagering platforms contracting with any one owner of a licensed facility, directly or indirectly through any parent company, subsidiary or affiliate of such owner.
3. Each designated sports district mobile licensee may offer sports wagering within the state through one interactive sports wagering platform. Each designated sports district mobile licensee shall be required to be licensed by the commission as an interactive sports wagering platform operator. Sports wagering over the internet through any interactive sports wagering platform may be offered by any licensed sports wagering operator within any designated sports district.
4. Notwithstanding any provision of law to the contrary, no sports wagering operator may offer sports wagering in person or through any sports wagering kiosk, except within a licensed facility that is an excursion gambling boat.
5. (1) Sports wagering may be conducted with chips, tokens, electronic cards, cash, cash equivalents, debit or credit cards, other negotiable currency, online payment
services, automated clearing houses, promotional funds, or any other means approved by the commission.
(2) A sports wagering operator shall in its internal controls or house rules determine the minimum wager in sports wagering conducted in the certificate holder's licensed facility and may determine a maximum wager.
6. A sports wagering operator shall not permit any sports wagering on the premises of the licensed facility except as provided under sections 313.1000 to 313.1022.
7. A sports wagering device shall be approved by the commission and acquired by a sports wagering operator from a licensed supplier.
8. The commission shall determine the occupations related to sports wagering that require an occupational license which shall not include employees that do not possess the authority or ability to alter material systems required for sports wagering in the state.
9. A certificate holder may lay off one or more sports wagers. The commission may promulgate rules permitting certificate holders or platforms to employ systems that offset loss or manage risk in the operation of sports wagering under sections 313.1000 to 313.1022 through the use of liquidity pools in other jurisdictions in which the certificate holder, platform, an affiliate of the certificate holder or platform, or a third party also holds licenses to conduct sports wagering; provided that at all times adequate protections are maintained to ensure sufficient funds are available to pay winnings to patrons.
313.1010. 1. An interactive sports wagering platform provider may offer sports wagering on behalf of a licensed facility only if the interactive sports wagering platform
operator holds an interactive sports wagering platform license issued by the commission.
2. An applicant for an interactive sports wagering platform license shall:
(1) Submit an application to the commission in the manner prescribed by the commission to verify the platform's eligibility under this section; and
(2) Pay an initial application fee of one hundred thousand dollars.
3. Every two years on or before the anniversary date of the payment of the initial application fee under subsection 2 of this section, an interactive sports wagering platform provider holding a license issued under this section shall pay to the commission an annual license renewal fee of fifty thousand dollars. Such license renewal fees and the initial application fee provided for under subdivision (2) of subsection 2 of this section shall be deposited in the gaming commission fund and distributed according to section 313.835 .
4. Notwithstanding any other provision of law to the contrary, the following information shall be confidential and shall not be disclosed to the public unless required by court order or by any other provision of sections 313.1000 to 313.1022:
(1) Any application submitted to the commission relating to sports wagering in this state; and
(2) All documents, reports, and data submitted by an interactive sports wagering platform provider to the commission containing proprietary information, trade secrets, financial information, or personally identifiable information about any person.
313.1012. 1. A sports wagering operator shall verify that a person placing a wager is of the legal minimum age for placing a wager under sections 313.1000 to 313.1022.
2. The commission shall adopt rules and regulations for a sports wagering self-exclusion program consistent with those adopted under sections 313.800 to 313.850. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2022, shall be invalid and void.
3. The commission shall adopt rules that advertisements for sports wagering:
(1) Do not knowingly target minors or other persons who are ineligible to place wagers, problem gamblers, or other vulnerable persons;
(2) Disclose the identity of the sports wagering certificate holder;
(3) Provide information about or links to resources relating to gambling addiction;
(4) Are not otherwise false, misleading, or deceptive to a reasonable consumer; and
(5) Include a nationally recognized problem gambling hotline phone number in promotional activity, including but not limited to one of the following: 1-888-BETS-OFF, 1-800-522-4700, or 1-800-GAMBLER.
313.1014. 1. The commission shall conduct background checks on individuals seeking licenses under sections 313.1000 to 313.1022. A background check conducted under this section shall be consistent with the provisions of section 313.810 , and shall include a search for criminal history and any charges or convictions involving corruption or manipulation of sporting events.
2. (1) A sports wagering operator shall employ reasonable methods to:
(a) Prohibit the sports wagering operator, directors, officers, and employees of the sports wagering operator, and any relative living in the same household of a person described in this paragraph from placing sports wagers with the sports wagering operator;
(b) Prohibit any individual with access to nonpublic confidential information held by the sports wagering operator from placing sports wagers with the sports wagering operator;
(c) Prevent the sharing of confidential information that could affect sports wagering offered by the sports wagering operator or by third parties until the information is made publicly available; and
(d) Prohibit persons from placing sports wagers as agents or proxies for other persons.
(2) Nothing in this section shall preclude the use of internet or cloud based hosting of data, or any disclosure of information required by court order or other provisions of law.
3. (1) The following individuals are prohibited from engaging in sports wagering under sections 313.1000 to 313.1022:
(a) Any individual whose participation may undermine the integrity of the betting or sports event; or
(b) Any person who is prohibited for other good cause including, but not limited to:
a. Any person placing a wager as an agent or proxy;
b. Any person who is an athlete, coach, referee, player, or referee personnel member, in or on any sport overseen by such person's sports governing body. Such person may engage in sports wagering on any sport not overseen by such person's sports governing body;
c. Any person who holds a position of authority or influence sufficient to exert influence over the participants in a sporting contest including, but not limited to, coaches, managers, handlers, or athletic trainers;
d. Any person under the age of twenty-one;
e. Any person with access to certain types of exclusive information on any sports event overseen by such person's sports governing body based on publicly available information; or
f. Any person identified by any lists provided by the commission.
(2) The direct or indirect legal or beneficial owner of five percent or more of a sports governing body or any of its member teams shall not place or accept any wager on a sports event in which any member team of such sports governing body participates. Any violation of this subdivision shall constitute disorderly conduct and shall be a class C misdemeanor.
(3) Subdivision (2) of this subsection shall not apply to any person who is a direct or indirect owner of a specific sports governing body member team and:
(a) Has less than five percent direct or indirect ownership interest in a casino; or
(b) The value of the ownership of such team represents less than one percent of the person's total enterprise value and such shares of such person are registered under section 12 of the Securities Exchange Act of 1934, 15 U.S.C. Section 781, as amended.
(4) (a) An operator shall adopt procedures to prevent persons from wagering on sports events who are prohibited from placing sports wagers.
(b) An operator shall not accept wagers from any person whose identity is known to the operator and:
a. Whose name appears on the exclusion list maintained by the commission;
b. Who is the operator, director, officer, owner, or employee of the operator or any relative thereof living in the same household as such operator;
c. Who has access to nonpublic confidential information held by such operator; or
d. Who is an agent or proxy for any other person.
(5) An operator shall adopt procedures to obtain personally identifiable information from any individual who places any single wager of ten thousand dollars or more on a sports event while physically present at a casino.
4. Given good and sufficient reason, the commission and each sports wagering operator shall cooperate with investigations conducted by law enforcement agencies or sports governing bodies, including by providing or facilitating the provision of relevant sports wagering information and audio or video files relating to persons placing sports wagers; provided, however, that, with respect to any such information or files disclosed by a sports
wagering operator to a sports governing body, the sports governing body shall:
(1) Maintain the confidentiality of such information and files;
(2) Comply with all privacy laws applicable to such information and files; and
(3) Use the information or files solely in connection with the sports governing body's investigation.
5. A certificate holder shall immediately report to the commission any information relating to:
(1) Criminal or disciplinary proceedings commenced against the certificate holder in connection with its operations;
(2) Bets or wagers that violate state or federal law;
(3) Abnormal wagering activity or patterns that may indicate a concern regarding the integrity of a sporting event or events; and
(4) Any other conduct that corrupts the wagering outcome of a sporting event or events for purposes of financial gain.
6. A certificate holder shall immediately report information relating to conduct described in subdivisions (3) to (5) of subsection 3 of this section to the relevant sports governing body.
7. A sports wagering operator shall maintain the confidentiality of information provided by a sports governing body to the sports wagering operator unless disclosure is required by court order, the commission, or any other provision of law.
8. A sports governing body may submit to the commission a request in writing to restrict, limit, or exclude a type or form of sports wagering on its sporting
events if it believes that such sports wagering affects the integrity or perceived integrity of its sport. The commission may grant the request upon a showing of good cause by the applicable sports governing body. The commission shall promptly review any information provided and respond as expeditiously as possible to the request. Prior to making a determination, the commission shall notify and consult with sports wagering operators. If the commission deems it relevant, it may also consult with any applicable independent monitoring providers or other jurisdictions. No restrictions, limitations, or exclusions of wagers shall be conducted without the express written approval of the commission. Sports wagering operators shall be notified of any restrictions, limitations, or exclusions granted by the commission.
313.1016. 1. A sports wagering operator, for bets and wagers that exceed ten thousand dollars and that were placed in person by a patron, shall maintain the following records for a period of at least three years after the sporting event occurs:
(1) Personally identifiable information of the bettor;
(2) The amount and type of bet placed;
(3) The time and date the bet was placed;
(4) The location, including specific information pertaining to the betting window or sports wagering device, where the bet was placed;
(5) The outcome of the bet; and
(6) Any discernable pattern of abnormal betting activity by the patron.
2. A certificate holder or sports wagering supplier where applicable, for all bets and wagers placed through an interactive sports wagering platform, shall maintain the
following records for a period of at least three years after the sporting event occurs:
(1) Personally identifiable information of the bettor;
(2) The amount and type of bet placed;
(3) The time and date the bet was placed;
(4) The location, including specific information pertaining to the internet protocol address, where the bet was placed;
(5) The outcome of the bet; and
(6) Any discernable pattern of abnormal betting activity by the patron.
3. A certificate holder shall make the records and data that it is required to maintain under this section available for inspection upon request of the commission or as required by court order.
313.1018. A certificate holder is not liable under the laws of this state to any party, including patrons, for disclosing information as required under sections 313.1000 to 313.1022 , and is not liable for refusing to disclose information unless required under sections 313.1000 to 313.1022 .
313.1021. 1. A wagering tax of ten percent is imposed on the adjusted gross receipts received from sports wagering conducted by a sports wagering operator under sections 313.1000 to 313.1022 . If a third party is contracted to conduct sports wagering at a sports wagering operator's licensed facility that is an excursion gambling boat, or via an interactive sports wagering platform, the third party contractor may fulfill the certificate holder's duties under this section.
2. A certificate holder or interactive sports wagering platform operator shall remit the tax imposed by subsection

1 of this section to the department before the close of the business day one day prior to the last business day of each month for the wagering taxes collected for such month. Any taxes collected during the month, but after the day on which the taxes are required to be paid to the department, shall be paid to the department at the same time the following month's taxes are due. In a month when the adjusted gross receipts of a certificate holder or interactive sports wagering platform operator is a negative number, the certificate holder or interactive sports wagering platform operator may carry over the negative amount for a period of twelve months.
3. The payment of the tax under this section shall be by an electronic funds transfer by an automated clearinghouse.
4. Revenues received from the tax imposed under subsection 1 of this section shall be deposited in the state treasury to the credit of the "Gaming Proceeds for Education Fund" and shall be distributed as provided under section 313.822 .
5. (1) A licensed facility and designated sports district shall pay to the commission an annual administrative fee of twenty thousand dollars. The fee imposed shall be due one year after the date on which the certificate holder commences sports wagering operations under sections 313.1000 to 313.1022 , and on each annual anniversary date thereafter. The commission shall deposit the administrative fees received under this subsection in the gaming commission fund and shall distribute such fees according to section 313.835 .
(2) In addition to the annual administrative fee required in this subsection, a certificate holder shall pay
to the commission a fee of ten thousand dollars to cover the costs of a full reinvestigation of the certificate holder in the fifth year after the date on which the certificate holder commences sports wagering operations under sections 313.1000 to 313.1022 and on each fifth year thereafter. The commission shall deposit the fees received under this subdivision in the gaming commission fund and shall distribute such fees according to section 313.835.
313.1022. All sports wagers authorized under sections 313.1000 to 313.1022 shall be deemed initiated, received, and otherwise made on the property of an excursion gambling boat within this state. To the extent required by federal law, all servers necessary to the placement or settling of wagers, other than backup servers, shall be physically located within a certificate holder's licensed facility that is an excursion gambling boat in the state. Consistent with the intent of the United States Congress as articulated in the Unlawful Internet Gambling Enforcement Act of 2006, 31 U.S.C. Sections 5361 to 5367, as amended, the intermediate routing of electronic data relating to lawful intrastate sports wagers authorized under sections 313.1000 to 313.1022 shall not determine the location or locations in which such wager is initiated, received, or otherwise made.

