Department of Legislative Services

Maryland General Assembly 2018 Session

FISCAL AND POLICY NOTE First Reader

House Bill 283 Ways and Means (Delegate Grammer)

Criminal Law - Betting, Wagering, and Gambling - eSports Competition

This bill exempts participating in "eSports" competitions from the prohibitions against betting, wagering, and gambling. ESports are video games such as first-person shooters, real-time strategy games, and multiplayer online battle arenas in which players compete against each other, plays are not randomly generated by the video game console or another device, and the players' skills generally determine the results. The Comptroller may adopt regulations to implement the bill.

Fiscal Summary

State Effect: None. The Comptroller's Office can likely implement regulations with existing resources.

Local Effect: None.

Small Business Effect: Minimal.

Analysis

Current Law: A person may not:

- bet, wager, or gamble;
- make or sell a book or pool on the result of a race, contest, or contingency;
- establish, keep, rent, use, or occupy or knowingly allow to be established, kept, rented, used, or occupied, a building, vessel, or place for the purpose of betting,

wagering, or gambling or making, selling, or buying books or pools on the result of a race, contest, or contingency; or

• receive, become the depository of, record, register, or forward, or propose, agree, or pretend to forward, money or any other thing or consideration of value to be bet, wagered, or gambled on the result of a race, contest, or contingency.

A person who violates betting, wagering, and gambling laws is guilty of a misdemeanor and on conviction is subject to imprisonment for six months to one year and/or a fine ranging from \$200 to \$1,000.

A person who commits a violation in Baltimore City may be charged by a citation, which may be issued to a person by a police officer authorized to make arrests in Baltimore City if there is probable cause to believe that the person is committing or has committed a violation. The citation must contain specified information, and the police officer who issued the citation must forward a copy of the citation to the appropriate court. The court must promptly schedule the case for trial and schedule the defendant to appear. Willful failure of the defendant to respond to the summons is contempt of court.

A person may not play the following games for money or any other thing or consideration of value: thimbles; little joker; dice or craps; or any other gaming device or fraudulent trick. Violators are guilty of a misdemeanor, punishable by imprisonment between six months and two years and/or a fine of up to \$100.

Background: The State Lottery and Gaming Control Agency reports that video game manufacturers often cite in their official game rules that Maryland residents are precluded from entering into and playing in video game competitions due to the State's gaming law restrictions. Participants in these competitions or tournaments, who are often referred to as gamers, tend to range in age from 15 to 35 years old.

Additional Information

Prior Introductions: None.

Cross File: None.

Information Source(s): Comptroller's Office; Maryland State Lottery and Gaming Control Agency; Department of Legislative Services

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