## **SENATE BILL 621**

(3lr1930)

ENROLLED BILL

- Budget and Taxation/Ways and Means -

Introduced by Senators Zucker and Hettleman

Read and Examined by Proofreaders:

|        |       |     |       |      |     |           |    |     |           |     |       | Proofrea | ader. |
|--------|-------|-----|-------|------|-----|-----------|----|-----|-----------|-----|-------|----------|-------|
|        |       |     |       |      |     |           |    |     |           |     |       | Proofrea | ader. |
| Sealed | with  | the | Great | Seal | and | presented | to | the | Governor, | for | his   | approval | this  |
|        | _ day | of  |       |      |     | at        |    |     |           | _ 0 | clocl | k,       | M.    |
|        |       |     |       |      |     |           |    |     |           |     |       | Presi    | dent. |

CHAPTER \_\_\_\_\_

### 1 AN ACT concerning

# Gaming – Sports Wagering – Independent Evaluation of Sports Wagering Content <u>and Sports Wagering Facility Application Amendments</u>

FOR the purpose of requiring the Maryland Lottery and Gaming Control Commission to 4 identify and accredit license certain independent evaluators to evaluate and rate  $\mathbf{5}$ certain sports wagering content provided by certain sports wagering experts, sports 6 7 wagering influencers, and content partners; requiring the Commission to establish 8 standards of practice governing sports wagering content; requiring authorizing 9 certain sports wagering licensees and sports wagering operators to contract with certain independent evaluators for certain purposes under certain circumstances; 10 authorizing the Maryland Lottery and Gaming Control Commission and the Sports 11 12Wagering Application Review Commission to consider certain requests for certain application amendments received on or before a certain date; and generally relating 13 14to sports wagering and the evaluation of sports wagering content.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments.



C7

1 BY adding to 2 Article – State Govern

- 2 Article State Government 3 Section 9–1E–17
- 4 Annotated Code of Maryland
- 5 (2021 Replacement Volume and 2022 Supplement)

6 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
7 That the Laws of Maryland read as follows:

8

### Article – State Government

9 **9–1E–17.** 

10 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 11 INDICATED.

12 (2) "CONTENT PARTNER" MEANS AN INDIVIDUAL WHO OR A 13 PLATFORM THAT CREATES SPORTS WAGERING CONTENT FOR A SPORTS WAGERING 14 LICENSEE THROUGH CONTRACTED WORK, AFFILIATION, OR OTHER PARTNERSHIP.

15 (3) "SPORTS WAGERING CONTENT" MEANS PREDICTIONS OF 16 SPORTING EVENT OUTCOMES, INCLUDING MONEYLINES, AGAINST THE SPREAD, 17 TOTALS, FUTURES, PARLAYS, AND OTHER OUTCOMES, WHETHER PROVIDED AT NO 18 COST OR THROUGH A SUBSCRIPTION OR OTHER PARTNERSHIP.

19(4) "SPORTS WAGERING EXPERT" OR "SPORTS WAGERING20INFLUENCER" MEANS A PERSON WHO CREATES SPORTS WAGERING CONTENT FOR A21SPORTS WAGERING LICENSEE, A CONTENT PARTNER, OR THE PERSON'S OWN22BENEFIT.

23 (B) (1) ON OR BEFORE DECEMBER 31, 2023, THE <u>THE</u> COMMISSION 24 SHALL <del>IDENTIFY AND ACCREDIT</del> <u>LICENSE</u> INDEPENDENT EVALUATORS TO 25 EVALUATE AND RATE SPORTS WAGERING CONTENT PROVIDED BY SPORTS 26 WAGERING EXPERTS, SPORTS WAGERING INFLUENCERS, AND CONTENT PARTNERS.

27 (2) IN ORDER TO BE ACCREDITED LICENSED UNDER PARAGRAPH (1)
 28 OF THIS SUBSECTION, AN INDEPENDENT EVALUATOR:

29(I)SHALL HAVE DEMONSTRATED EXPERIENCE AND EXPERTISE30IN EVALUATING AND RATING SPORTS WAGERING CONTENT;

31(II) SHALL HAVE AN AUDIT PROCESS CONSTRUCTED AND32MAINTAINED BY IN-HOUSE, LICENSED CERTIFIED PUBLIC ACCOUNTANTS;

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1 (III) SHALL HAVE EVALUATION AND RATING PROCEDURES THAT 2 ARE UNABLE TO BE ADJUSTED, DUPLICATED, OR ALTERED BY THE PERSONS 3 SUBJECT TO EVALUATION;

4 (IV) MAY NOT HAVE AN OFFICIAL RELATIONSHIP WITH A SPORTS 5 WAGERING LICENSEE OR SPORTS WAGERING OPERATOR;

6 (V) (IV) MAY NOT HAVE ANY DIRECT OR INDIRECT FINANCIAL
7 INTEREST, OWNERSHIP, OR MANAGEMENT, INCLUDING HOLDING ANY STOCKS,
8 BONDS, OR OTHER SIMILAR FINANCIAL INTERESTS IN ANY SPORTS WAGERING
9 ACTIVITIES;

10(VI) (V)MAY NOT RECEIVE OR SHARE IN, DIRECTLY OR11INDIRECTLY, THE RECEIPTS OR PROCEEDS OF ANY SPORTS WAGERING ACTIVITIES;12AND

13(VI)MAYNOTHAVEANYREVENUE-SHARING14RELATIONSHIP WITH OR OTHER FINANCIAL INTEREST IN A SPORTS WAGERING15LICENSEE OR SPORTS WAGERING OPERATOR.

16 (3) <u>AN EMPLOYEE OR A PRINCIPAL OF AN INDEPENDENT EVALUATOR</u>,
 17 <u>OR THE INDEPENDENT EVALUATOR AS AN ENTITY, MAY NOT WAGER ON A SPORTING</u>
 18 <u>EVENT</u>.

19(3) (4)(1)ANEXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF20THIS PARAGRAPH, ANINDEPENDENT EVALUATOR MAY NOT BE COMPENSATED BY A21SPORTS WAGERING LICENSEE OR SPORTS WAGERING OPERATOR THAT UTILIZES22THE INDEPENDENT EVALUATOR'S EVALUATIONS IN ITS MARKETING MATERIALS FOR23INDEPENDENT EVALUATION SERVICES THAT UTILIZES THE INDEPENDENT24EVALUATOR'S EVALUATION SERVICES SOLELY FOR MARKETING MATERIALS.

25(II)AN INDEPENDENT EVALUATOR MAY BE COMPENSATED BY A26SPORTS WAGERING LICENSEE OR SPORTS WAGERING OPERATOR FOR ITS27EVALUATION AND RATING OF SPORTS WAGERING CONTENT.

28 (4) (5) THE COMMISSION MAY ESTABLISH ADDITIONAL 29 QUALIFICATIONS FOR THE ACCREDITATION LICENSING OF INDEPENDENT 30 EVALUATORS IN ACCORDANCE WITH THIS SUBSECTION.

31 (C) THE COMMISSION SHALL ESTABLISH STANDARDS OF PRACTICE
 32 GOVERNING SPORTS WAGERING CONTENT ADOPT REGULATIONS TO IMPLEMENT
 33 THIS SECTION.

1 (D) ON OR BEFORE APRIL 1, 2024, A A SPORTS WAGERING LICENSEE OR 2 SPORTS WAGERING OPERATOR THAT ADVERTISES IN THE STATE SHALL MAY 3 CONTRACT WITH AN INDEPENDENT EVALUATOR ACCREDITED LICENSED UNDER 4 SUBSECTION (B) OF THIS SECTION TO EVALUATE AND RATE THE SPORTS WAGERING 5 LICENSEE'S SPORTS WAGERING CONTENT, SPORTS WAGERING EXPERTS, SPORTS 6 WAGERING INFLUENCERS, AND CONTENT PARTNERS.

<u>SECTION 2. AND BE IT FURTHER ENACTED, That the State Lottery and Gaming</u>
 <u>Control Commission and the Sports Wagering Application Review Commission may</u>
 <u>consider a request to amend a Class B-2 sports wagering facility license application for the</u>
 <u>purpose of altering the proposed location of the sports wagering facility if:</u>

11 (1) <u>a sports wagering facility license was awarded to the applicant on or</u> 12 <u>before February 15, 2023; and</u>

13 (2) <u>a written request to amend the application is received by the State</u>
 14 Lottery and Gaming Control Commission and the State Wagering Application Review
 15 Commission on or before December 31, 2023.

16 SECTION <del>2.</del> <u>3.</u> AND BE IT FURTHER ENACTED, That this Act shall take effect 17 July 1, 2023.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.

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