## **SENATE BILL 621**

C7 3lr1930 CF 3lr3106

By: Senators Zucker and Hettleman

Introduced and read first time: February 6, 2023

Assigned to: Budget and Taxation

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 12, 2023

CHAPTER

1 AN ACT concerning

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

- 4 FOR the purpose of requiring the Maryland Lottery and Gaming Control Commission to 5 identify and accredit license certain independent evaluators to evaluate and rate 6 certain sports wagering content provided by certain sports wagering experts, sports 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 10 certain independent evaluators for certain purposes under certain circumstances; 11 authorizing the Maryland Lottery and Gaming Control Commission and the Sports 12 Wagering Application Review Commission to consider certain requests for certain 13 application amendments received on or before a certain date; and generally relating to sports wagering and the evaluation of sports wagering content. 14
- 15 BY adding to

22

- 16 Article State Government
- 17 Section 9–1E–17
- 18 Annotated Code of Maryland
- 19 (2021 Replacement Volume and 2022 Supplement)
- 20 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 21 That the Laws of Maryland read as follows:

Article - State Government

## 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.

- 1 **9–1E–17.**
- 2 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS
- 3 INDICATED.
- 4 (2) "CONTENT PARTNER" MEANS AN INDIVIDUAL WHO OR A
- 5 PLATFORM THAT CREATES SPORTS WAGERING CONTENT FOR A SPORTS WAGERING
- 6 LICENSEE THROUGH CONTRACTED WORK, AFFILIATION, OR OTHER PARTNERSHIP.
- 7 (3) "SPORTS WAGERING CONTENT" MEANS PREDICTIONS OF
- 8 SPORTING EVENT OUTCOMES, INCLUDING MONEYLINES, AGAINST THE SPREAD,
- 9 TOTALS, FUTURES, PARLAYS, AND OTHER OUTCOMES, WHETHER PROVIDED AT NO
- 10 COST OR THROUGH A SUBSCRIPTION OR OTHER PARTNERSHIP.
- 11 (4) "SPORTS WAGERING EXPERT" OR "SPORTS WAGERING
- 12 INFLUENCER" MEANS A PERSON WHO CREATES SPORTS WAGERING CONTENT FOR A
- 13 SPORTS WAGERING LICENSEE, A CONTENT PARTNER, OR THE PERSON'S OWN
- 14 BENEFIT.
- 15 (B) (1) ON OR BEFORE DECEMBER 31, 2023, THE COMMISSION SHALL
- 16 IDENTIFY AND ACCREDIT LICENSE INDEPENDENT EVALUATORS TO EVALUATE AND
- 17 RATE SPORTS WAGERING CONTENT PROVIDED BY SPORTS WAGERING EXPERTS,
- 18 SPORTS WAGERING INFLUENCERS, AND CONTENT PARTNERS.
- 19 (2) IN ORDER TO BE <del>ACCREDITED</del> LICENSED UNDER PARAGRAPH (1)
- 20 OF THIS SUBSECTION, AN INDEPENDENT EVALUATOR:
- 21 (I) SHALL HAVE DEMONSTRATED EXPERIENCE AND EXPERTISE
- 22 IN EVALUATING AND RATING SPORTS WAGERING CONTENT;
- 23 (II) SHALL HAVE AN AUDIT PROCESS CONSTRUCTED AND
- 24 MAINTAINED BY IN-HOUSE, LICENSED CERTIFIED PUBLIC ACCOUNTANTS;
- 25 (III) SHALL HAVE EVALUATION AND RATING PROCEDURES THAT
- 26 ARE UNABLE TO BE ADJUSTED, DUPLICATED, OR ALTERED BY THE PERSONS
- 27 SUBJECT TO EVALUATION;
- 28 (IV) MAY NOT HAVE AN OFFICIAL RELATIONSHIP WITH A SPORTS
- 29 WAGERING LICENSEE OR SPORTS WAGERING OPERATOR;
- 30 (V) MAY NOT HAVE ANY DIRECT OR INDIRECT FINANCIAL
- 31 INTEREST, OWNERSHIP, OR MANAGEMENT, INCLUDING HOLDING ANY STOCKS,

- 1 BONDS, OR OTHER SIMILAR FINANCIAL INTERESTS IN ANY SPORTS WAGERING
- 2 ACTIVITIES;
- 3 (VI) MAY NOT RECEIVE OR SHARE IN, DIRECTLY OR INDIRECTLY,
- 4 THE RECEIPTS OR PROCEEDS OF ANY SPORTS WAGERING ACTIVITIES; AND
- 5 (VII) MAY NOT HAVE ANY REVENUE-SHARING RELATIONSHIP
- 6 WITH OR OTHER FINANCIAL INTEREST IN A SPORTS WAGERING LICENSEE OR SPORTS
- 7 WAGERING OPERATOR.
- 8 (3) AN INDEPENDENT EVALUATOR MAY BE COMPENSATED BY A
- 9 SPORTS WAGERING LICENSEE OR SPORTS WAGERING OPERATOR THAT UTILIZES
- 10 THE INDEPENDENT EVALUATOR'S EVALUATIONS IN ITS MARKETING MATERIALS.
- 11 (4) THE COMMISSION MAY ESTABLISH ADDITIONAL QUALIFICATIONS
- 12 FOR THE <del>ACCREDITATION</del> LICENSING OF INDEPENDENT EVALUATORS IN
- 13 ACCORDANCE WITH THIS SUBSECTION.
- 14 (C) THE COMMISSION SHALL ESTABLISH STANDARDS OF PRACTICE
- 15 GOVERNING SPORTS WAGERING CONTENT.
- 16 (D) On or before April 1, 2024, A A SPORTS WAGERING LICENSEE OR
- 17 SPORTS WAGERING OPERATOR THAT ADVERTISES IN THE STATE SHALL MAY
- 18 CONTRACT WITH AN INDEPENDENT EVALUATOR ACCREDITED LICENSED UNDER
- 19 SUBSECTION (B) OF THIS SECTION TO EVALUATE AND RATE THE SPORTS WAGERING
- 20 LICENSEE'S SPORTS WAGERING CONTENT, SPORTS WAGERING EXPERTS, SPORTS
- 21 WAGERING INFLUENCERS, AND CONTENT PARTNERS.
- SECTION 2. AND BE IT FURTHER ENACTED, That the State Lottery and Gaming
- 23 Control Commission and the Sports Wagering Application Review Commission may
- 24 consider a request to amend a Class B–2 sports wagering facility license application for the
- 25 purpose of altering the proposed location of the sports wagering facility if:
- 26 (1) a sports wagering facility license was awarded to the applicant on or
- 27 before February 15, 2023; and
- 28 (2) a written request to amend the application is received by the State
- 29 Lottery and Gaming Control Commission and the State Wagering Application Review
- 30 Commission on or before December 31, 2023.
- SECTION  $\geq$  3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 32 July 1, 2023.