HOUSE BILL 484

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5lr1610 CF 5lr2723

By: **Delegate Ebersole** Introduced and read first time: January 20, 2025 Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

2 Fantasy Competitions – Alterations and Voluntary Exclusion Requirements

- 3 FOR the purpose of altering the definition of "fantasy competition" for purposes of 4 provisions of law governing fantasy competitions to include certain competitions; $\mathbf{5}$ requiring the State Lottery and Gaming Control Commission to establish a certain 6 voluntary exclusion program; prohibiting a fantasy competition operator from 7 permitting an individual on the mandatory exclusion list to establish a fantasy 8 competition account or participate in fantasy competitions; prohibiting a fantasy 9 competition operator from paying a prize or an award to certain excluded individuals; altering the definitions of "sporting event" and "sports wagering" for purposes of 10 11 provisions of law governing the conduct of sports wagering; and generally relating to 12fantasy competitions and sports wagering.
- 13 BY repealing and reenacting, without amendments,
- 14 Article State Government
- 15 Section 9–1D–01(a), (c), (e), and (f) and 9–1E–01(a)
- 16 Annotated Code of Maryland
- 17 (2021 Replacement Volume and 2024 Supplement)
- 18 BY repealing and reenacting, with amendments,
- 19 Article State Government
- 20 Section 9–1D–01(d), 9–1D–02, 9–1D–05, and 9–1E–01(i) and (j)
- 21 Annotated Code of Maryland
- 22 (2021 Replacement Volume and 2024 Supplement)
- 23 BY adding to
- 24 Article State Government
- 25 Section 9–1D–05
- 26 Annotated Code of Maryland
- 27 (2021 Replacement Volume and 2024 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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1 2	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
3	Article – State Government
4	9–1D–01.
5	(a) In this subtitle the following words have the meanings indicated.
6 7 8	(c) "Entry fee" means cash or cash equivalents that a fantasy competition player is required to pay to a fantasy competition operator in order to participate in a fantasy competition.
9 10	(d) "Fantasy competition" includes any online fantasy or simulated game or contest such as fantasy sports, in which:
11	(1) participants own, manage, or coach AN imaginary TEAM OR teams;
$\begin{array}{c} 12\\ 13 \end{array}$	(2) all prizes and awards offered to winning participants are established and made known to participants in advance of the game or contest;
$\begin{array}{c} 14 \\ 15 \end{array}$	(3) (I) A PARTICIPANT COMPETES AGAINST OTHER PARTICIPANTS; OR
16 17 18	(II) SUBJECT TO THE PROVISIONS OF THIS SUBTITLE, A SINGLE PARTICIPANT COMPETES AGAINST A STATISTICAL MEASUREMENT ESTABLISHED BY THE FANTASY COMPETITION OPERATOR;
19 20 21	[(3)] (4) the winning outcome of the game or contest reflects the relative skill of the participants and is determined by statistics generated by actual individuals (players or teams in the case of a professional sport); and
22	[(4)] (5) no winning outcome is based:
23	(i) solely on the performance of an individual athlete; or
$\begin{array}{c} 24 \\ 25 \end{array}$	(ii) on the score, point spread, or any performances of any single real-world team or any combination of real-world teams.
$\begin{array}{c} 26 \\ 27 \end{array}$	(e) (1) "Fantasy competition operator" means any person that offers services in connection with fantasy competitions to individuals by means of:
28	(i) the Internet;
29	(ii) a smart phone application; or

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1 (iii) any other electronics, digital media, communication technology, $\mathbf{2}$ or device. 3 (2)"Fantasy competition operator" includes, for purposes of the federal Bank Secrecy Act of 1970 and its related regulations, a gaming establishment having at 4 least \$1,000,000 in annual gross revenue. $\mathbf{5}$ 6 "Fantasy competition operator" does not include an individual who: (3)7 organizes a fantasy competition in which the individual also (i) 8 participates; and 9 (ii) receives no compensation for organizing the fantasy competition. 10 "Fantasy competition player" means an individual who participates in a (f) fantasy competition offered by a fantasy competition operator. 11 129–1D–02. 13Notwithstanding the provisions of Title 12 of the Criminal Law Article or any (a) other title, and except as provided under subsection (b) of this section, the prohibitions 14against] A FANTASY COMPETITION CONDUCTED IN COMPLIANCE WITH THE 15PROVISIONS OF THIS SUBTITLE DOES NOT CONSTITUTE betting, wagering, [and] OR 16 gambling [do not apply to participation in a fantasy competition] FOR ANY PURPOSE. 1718 (b)A person may not operate a kiosk or machine that offers fantasy competition to the public in a place of business physically located in the State. 19 9-1D-05. 2021(A) **EACH FANTASY COMPETITION OPERATOR SHALL:** 22(1) DEVELOP AND MAINTAIN A PROGRAM TO MITIGATE AND CURTAIL 23**COMPULSIVE PLAY; AND** 24(2) INCLUDE A STATEMENT REGARDING OBTAINING ASSISTANCE 25WITH REAL-MONEY GAMING PROBLEMS ON: 26**(I) COMPETITION OPERATOR'S** THE FANTASY PORTAL, WEBSITE, OR COMPUTER OR MOBILE APPLICATION; AND 2728**(II)** ALL MARKETING MATERIALS AND ADVERTISEMENTS OF THE 29FANTASY COMPETITION OPERATOR. **(B)** (1) THE COMMISSION SHALL: 30

1(I)ESTABLISH A VOLUNTARY EXCLUSION LIST OF INDIVIDUALS2WHO HAVE REQUESTED TO BE EXCLUDED FROM ANY FANTASY COMPETITION3LICENSED UNDER THIS SUBTITLE; AND

4 (II) PROVIDE A SIMPLE MECHANISM FOR AN INDIVIDUAL WHO IS
5 SOBER AND INFORMED TO REQUEST PLACEMENT ON THE VOLUNTARY EXCLUSION
6 LIST FOR A SPECIFIED PERIOD OF TIME.

7 (2) THE COMMISSION SHALL INCORPORATE THE VOLUNTARY 8 SELF-EXCLUSION PROGRAM ESTABLISHED IN ACCORDANCE WITH PARAGRAPH (1) 9 OF THIS SUBSECTION INTO ANY OTHER SELF-EXCLUSION PROGRAM THAT THE 10 COMMISSION OPERATES.

11 (C) A FANTASY COMPETITION OPERATOR:

12 (1) MAY NOT PERMIT AN INDIVIDUAL ON THE VOLUNTARY EXCLUSION 13 LIST TO ESTABLISH A FANTASY COMPETITION ACCOUNT OR PARTICIPATE IN 14 FANTASY COMPETITIONS; AND

15 (2) MAY PERMIT AN INDIVIDUAL ON THE VOLUNTARY EXCLUSION LIST 16 WHO PREVIOUSLY ESTABLISHED A FANTASY COMPETITION ACCOUNT TO ACCESS 17 THE ACCOUNT ONLY FOR THE PURPOSE OF VIEWING AND DOWNLOADING THE 18 INDIVIDUAL'S TRANSACTION HISTORY.

19 (D) IF A SELF-EXCLUDED INDIVIDUAL PARTICIPATES IN A FANTASY 20 COMPETITION, THE FANTASY COMPETITION OPERATOR SHALL REPORT TO THE 21 COMMISSION, AT MINIMUM:

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(1) THE NAME OF THE SELF–EXCLUDED INDIVIDUAL;

23 (2) THE DATE OF THE PARTICIPATION;

24(3) THE AMOUNT OR VALUE OF ANY MONEY, PRIZES, OR AWARDS25FORFEITED, IF ANY; AND

26 (4) ANY OTHER ACTION TAKEN BY THE FANTASY COMPETITION 27 OPERATOR.

28 (E) (1) A FANTASY COMPETITION OPERATOR MAY NOT PAY ANY PRIZE OR 29 AWARD TO AN INDIVIDUAL WHO IS ON THE COMMISSION'S SELF-EXCLUSION LIST. 1 (2) ANY PRIZE OR AWARD WON BY AN INDIVIDUAL ON THE 2 SELF-EXCLUSION LIST IS FORFEITED AND SHALL BE TRANSFERRED BY THE 3 FANTASY COMPETITION OPERATOR TO THE PROBLEM GAMBLING FUND 4 ESTABLISHED UNDER § 9–1A–33 OF THIS TITLE ON A QUARTERLY BASIS, AS 5 SPECIFIED BY THE COMMISSION.

6 (F) ТНЕ COMMISSION MAY IMPOSE SANCTIONS ON Α FANTASY 7 COMPETITION OPERATOR THAT KNOWINGLY FAILS TO EXCLUDE AN INDIVIDUAL ON 8 THE VOLUNTARY **EXCLUSION** LIST FROM PARTICIPATING IN FANTASY 9 **COMPETITIONS.**

10 [9–1D–05.] **9–1D–06.**

11 [(a)] The Commission shall adopt regulations to carry out the provisions of this 12 subtitle.

13 **[**(b) The regulations adopted under this section may include requirements for the 14 establishment of a voluntary exclusion list.]

- 15 9–1E–01.
- 16 (a) In this subtitle the following words have the meanings indicated.
- 17 (i) (1) "Sporting event" means:
- 18 (i) a professional sports or athletic event;
- 19 (ii) a collegiate sports or athletic event;
- 20 (iii) an Olympic or international sports or athletic event;

21 (iv) an electronic sports or video game competition in which each 22 participant is at least 18 years old;

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(v) a motor race event sanctioned by a motor racing governing entity;

- (vi) except as otherwise prohibited under Title 11 of the Business
 Regulation Article or the federal Interstate Horse Racing Act, a horse race, held in or out
 of the State, if consented to and approved by:
- 271.the horse racing licensee of the applicable breed;

28 2. the organization representing the majority of the owners
29 and trainers of the applicable breed in the State;

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1 3. the organization representing the majority of the 2 applicable breeders in the State; and

3 4. the State Racing Commission;

4 (vii) **EXCEPT AS PROVIDED IN SUBTITLE 1D OF THIS TITLE,** any 5 portion of a sporting event, including the individual performance statistics of athletes or 6 competitors in a sporting event; or

7 (viii) an award event or competition of national or international 8 prominence if expressly authorized by the Commission.

- 9 (2) "Sporting event" does not include:
- 10 (i) a high school sports or athletic event; or
- 11 (ii) a fantasy competition regulated under Subtitle 1D of this title.

12 (j) (1) "Sports wagering" means the business of accepting wagers on any 13 sporting event by any system or method of wagering, including single-game bets, teaser 14 bets, parlays, over-under, moneyline, pools, exchange wagering, in-game wagering, 15 in-play bets, proposition bets, and straight bets.

16 (2) "SPORTS WAGERING" DOES NOT INCLUDE A FANTASY 17 COMPETITION CONDUCTED IN COMPLIANCE WITH SUBTITLE 1D OF THIS TITLE.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 19 October 1, 2025.