

2025 -- S 0748 SUBSTITUTE A AS AMENDED

LC002214/SUB A

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2025

A N A C T

RELATING TO STATE AFFAIRS AND GOVERNMENT -- VIDEO LOTTERY GAMES,
TABLE GAMES AND SPORTS WAGERING

Introduced By: Senators Ciccone, Burke, Patalano, and Tikoian

Date Introduced: March 07, 2025

Referred To: Senate Labor & Gaming

It is enacted by the General Assembly as follows:

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- SECTION 1. Section 42-61.2-3.3 of the General Laws in Chapter 42-61.2 entitled "Video
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- Lottery Games, Table Games and Sports Wagering" is hereby amended to read as follows:
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- 42-61.2-3.3. Sports wagering regulation.**
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- (a) In addition to the powers and duties of the division director under §§ 42-61-4, 42-61.2-
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- 3, 42-61.2-4, and 42-61.2-3.1, and pursuant to § 42-61.2-2.4, the division director shall promulgate
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- rules and regulations relating to sports wagering and set policy therefor. These rules and regulations
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- shall establish standards and procedures for sports wagering and associated devices, equipment,
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- and accessories, and shall include, but not be limited to:
- 9
- (1) Approve standards, rules, and regulations to govern the conduct of sports wagering and
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- the system of wagering associated with sports wagering, including without limitation:
- 11
- (i) The objects of the sports wagering (i.e., the sporting events upon which sports-wagering
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- bets may be accepted) and methods of play, including what constitutes win, loss, or tie bets;
- 13
- (ii) The manner in which sports-wagering bets are received, payoffs are remitted, and point
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- spreads, lines, and odds are determined for each type of available sports wagering bet;
- 15
- (iii) Physical characteristics of any devices, equipment, and accessories related to sports
- 16
- wagering;
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- (iv) The applicable inspection procedures for any devices, equipment, and accessories
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- related to sports wagering;

1 (v) Procedures for the collection of bets and payoffs, including but not limited to,
2 requirements for internal revenue service purposes;

3 (vi) Procedures for handling suspected cheating and sports-wagering irregularities;

4 (vii) Procedures for handling any defective or malfunctioning devices, equipment, and
5 accessories related to sports wagering;

6 (viii) Procedures for investigation of patron complaints related to sports wagering;

7 (ix) Terms and conditions for online sports wagering;

8 (x) Internal controls for all aspects of online sports wagering, including procedures for
9 system integrity, system security, operations, accounting, and reporting of problem gamblers;

10 (xi) Operational controls for server-based gaming systems, software, and hardware utilized
11 for online sports wagering, including, but not limited to, appearance, functionality, contents,
12 collection, storage, and retention of data and security; and

13 (xii) Operational controls for online gaming accounts, including, but not limited to,
14 procedures for the establishment and closure of an online gaming account, funding of withdrawal
15 of funds from an online gaming account, and generation of an account statement for a patron's
16 online gaming account;

17 (2) Establishing the method for calculating sports-wagering revenue and online sports-
18 wagering revenue and standards for the daily counting and recording of cash and cash equivalents
19 received in the conduct of sports wagering, and ensuring that internal controls are followed and
20 financial books and records are maintained and audits are conducted;

21 (3) Establishing the number and type of sports-wagering bets authorized at the hosting
22 facility, including any new sports-wagering bets or variations or composites of approved sports-
23 wagering bets, and all rules related thereto;

24 (4) Establishing any sports-wagering rule changes, sports-wagering minimum and
25 maximum bet changes, and changes to the types of sports-wagering products offered at a particular
26 hosting facility, including but not limited to, any new sports-wagering bets or variations or
27 composites of approved sports-wagering bets, and including all rules related thereto;

28 (5) Requiring the hosting facility and/or sports-wagering vendor to:

29 (i) Provide written information at each sports-wagering location within the hosting facility
30 about wagering rules, payoffs on winning sports wagers, and written information prominently
31 displayed on any electronic platform available to the player through a server-based gaming system
32 and other information as the division may require;

33 (ii) Provide specifications approved by the division to integrate and update the hosting
34 facility's surveillance system to cover all areas within the hosting facility where sports wagering is

1 conducted and other areas as required by the division. The specifications shall include provisions
2 providing the division and other persons authorized by the division with onsite access to the system;

3 (iii) Designate one or more locations within the hosting facility where sports-wagering bets
4 are received;

5 (iv) Ensure that visibility in a hosting facility is not obstructed in any way that could
6 interfere with the ability of the division, the hosting facility, or other persons authorized under this
7 section or by the division to oversee the surveillance of the conduct of sports wagering;

8 (v) Ensure that the count rooms for sports wagering have appropriate security for the
9 counting and storage of cash;

10 (vi) Ensure that drop boxes are brought into or removed from an area where sports
11 wagering is conducted or locked or unlocked in accordance with procedures established by the
12 division;

13 (vii) Designate secure locations for the inspection, service, repair, or storage of sports-
14 wagering equipment and for employee training and instruction to be approved by the division;

15 (viii) Establish standards prohibiting persons under eighteen (18) years of age from
16 participating in sports wagering;

17 (ix) Establish compulsive and problem gambling standards and/or programs pertaining to
18 sports wagering consistent with this chapter;

19 (6) Establishing the minimal proficiency requirements for those individuals accepting
20 sports wagers and administering payoffs on winning sports wagers. The foregoing requirements of
21 this subsection may be in addition to any rules or regulations of the DBR requiring licensing of
22 personnel of state-operated gaming facilities;

23 (7) Establish appropriate eligibility requirements and standards for traditional sports-
24 wagering equipment suppliers; ~~and~~

25 (8) Any other matters necessary for conducting sports wagering; and

26 (9) After January 31, 2026, the division shall not renew any existing sports-wagering
27 vendor contracts in effect, and, prior to the expiration of any existing sports-wagering vendor
28 contracts, the division shall issue an open invitation to applicants for sports-wagering vendor
29 contracts and then shall award not less than three (3) but not more than five (5) individual sports-
30 wagering vendor contracts. This subsection shall not be construed to direct the commission to
31 award a sports-wagering vendor contract to an unqualified vendor.

32 (b) The hosting facility shall provide secure, segregated facilities as required by the
33 division on the premises for the exclusive use of the division staff and the gaming enforcement unit
34 of the state police. The space shall be located proximate to the gaming floor and shall include

1 surveillance equipment, monitors with full camera control capability, as well as other office
2 equipment that may be deemed necessary by the division. The location and size of the space and
3 necessary equipment shall be subject to the approval of the division.

4 SECTION 2. This act shall take effect upon passage.

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EXPLANATION
BY THE LEGISLATIVE COUNCIL
OF
A N A C T
RELATING TO STATE AFFAIRS AND GOVERNMENT -- VIDEO LOTTERY GAMES,
TABLE GAMES AND SPORTS WAGERING

- 1
- This act would stop the state lottery division of gaming from renewing any existing sports-
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- wagering vendor contracts after July 1, 2026. Prior to the expiration of any existing contracts the
- 3
- division would issue an open invitation for applicants for sports-wagering vendors. Not less than
- 4
- two (2) but not more than five (5) vendors would then be awarded contracts.
- 5
- This act would take effect upon passage.

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