



Senate

General Assembly

File No. 581

January Session, 2025

Substitute Senate Bill No. 1464

Senate, April 8, 2025

The Committee on General Law reported through SEN. MARONEY of the 14th Dist., Chairperson of the Committee on the part of the Senate, that the substitute bill ought to pass.

AN ACT CONCERNING SPORTS WAGERING AND MULTIJURISDICTIONAL INTERNET GAMING.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 12-850 of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2025*):

3 For the purposes of this section, [and] sections 12-851 to 12-871,
4 inclusive, and section 2 of this act:

5 (1) "Business entity" means any partnership, limited liability
6 company, society, association, joint stock company, corporation, estate,
7 receiver, trustee, assignee, referee or any other legal entity and any other
8 person acting in a fiduciary or representative capacity, whether
9 appointed by a court or otherwise, and any combination thereof;

10 (2) "Commissioner" means the Commissioner of Consumer
11 Protection or the commissioner's designee;

12 (3) "Connecticut intercollegiate team" means any team associated

13 with an intercollegiate program of a university or college of the state
14 system of public higher education, as described in section 10a-1, an
15 independent institution of higher education, as defined in section 10a-
16 173, or a for-profit college or university physically located in the state
17 that offers in-person classes within the state;

18 (4) "Consumables" means nondurable items, including, but not
19 limited to, dice, playing cards and roulette balls, used in live online
20 casino gaming;

21 (5) "Department" means the Department of Consumer Protection;

22 (6) "Electronic wagering platform" means the combination of
23 hardware, software and data networks used to manage, administer,
24 offer or control Internet games or retail sports wagering at a facility in
25 this state;

26 (7) "E-bingo machine" means an electronic device categorized as a
27 class II machine under the federal Indian Gaming Regulatory Act, P.L.
28 100-497, 25 USC 2701 et seq. used to play bingo that is confined to a
29 game cabinet and is substantially similar in appearance and play to a
30 class III slot machine. "E-bingo machine" does not include any other
31 electronic device, aid, instrument, tool or other technological aid used
32 in the play of any in-person class II bingo game;

33 (8) "Entry fee" means the amount of cash or cash equivalent that is
34 required to be paid by an individual to a master wagering licensee in
35 order for such individual to participate in a fantasy contest;

36 (9) "E-sports" means electronic sports and competitive video games
37 played as a game of skill;

38 (10) "Fantasy contest" means any fantasy or simulated game or
39 contest with an entry fee, conducted over the Internet, including
40 through an Internet web site or a mobile device, in which: (A) The value
41 of all prizes and awards offered to a winning fantasy contest player is
42 established and made known to the players in advance of the game or
43 contest; (B) all winning outcomes reflect the knowledge and skill of the

44 players and are determined predominantly by accumulated statistical
45 results of the performance of participants in events; and (C) no winning
46 outcome is based on the score, point spread or any performance of any
47 single team or combination of teams or solely on any single performance
48 of a contestant or player in any single event. "Fantasy contest" does not
49 include lottery games;

50 (11) "Gaming entity licensee" means a master wagering licensee, a
51 licensed online gaming operator, a licensed online gaming service
52 provider or a licensed sports wagering retailer;

53 (12) "Handling consumables" means physical contact with, or
54 supervisory oversight over the acceptance, inventory, storage or
55 destruction of, consumables, as well as being responsible for card
56 inspection, counting and shuffling;

57 (13) "Internet games" means (A) online casino gaming; (B) online
58 sports wagering; (C) fantasy contests; (D) keno through the Internet, an
59 online service or a mobile application; and (E) the sale of tickets for
60 lottery draw games through the Internet, an online service or a mobile
61 application;

62 (14) "Keno" has the same meaning as provided in section 12-801;

63 (15) "Key employee" means an individual with the following position
64 or an equivalent title associated with a master wagering licensee or a
65 licensed online gaming service provider, online gaming operator or
66 sports wagering retailer: (A) President or chief officer, who is the top
67 ranking individual of the licensee and is responsible for all staff and the
68 overall direction of business operations; (B) financial manager, who is
69 the individual who reports to the president or chief officer who is
70 generally responsible for oversight of the financial operations of the
71 licensee, including, but not limited to, revenue generation, distributions,
72 tax compliance and budget implementation; (C) compliance manager,
73 who is the individual that reports to the president or chief officer and
74 who is generally responsible for ensuring the licensee complies with all
75 laws, regulations and requirements related to the operation of the

76 licensee; (D) chief information officer, who is the individual generally
77 responsible for establishing policies or procedures on, or making
78 management decisions related to, information systems; or (E) chief data
79 security officer, who is the individual generally responsible for
80 establishing policies or procedures on, or making management
81 decisions related to, technical systems. "Key employee" includes an
82 individual (i) who is responsible for establishing the policies or
83 procedures on, or making management decisions related to, wagering
84 structures or outcomes for a licensee; or (ii) who has an ownership
85 interest that is five per cent or more of the total ownership or interest
86 rights in the licensee. Tribal membership in and of itself shall not
87 constitute ownership for purposes of this subdivision;

88 (16) "Live game employee" means an employee of a master wagering
89 licensee or a licensed online gaming operator or online gaming service
90 provider that is operating live online casino gaming who is (A)
91 responsible for handling consumables in a live online casino authorized
92 under this chapter; [.] (B) responsible for presenting live online casino
93 gaming in a live online casino authorized under this chapter; [.] or (C) a
94 direct manager of an individual who is a live game employee under
95 subparagraph (A) or (B) of this subdivision;

96 (17) "Lottery draw game" means any game in which one or more
97 numbers, letters or symbols are randomly drawn at predetermined
98 times, but not more frequently than once every four minutes, from a
99 range of numbers, letters or symbols, and prizes are paid to players
100 possessing winning plays, as set forth in each game's official game rules.
101 "Lottery draw game" does not include keno, any game for which lottery
102 draw tickets are not available through a lottery sales agent or any game
103 that simulates online casino gaming;

104 (18) "Lottery sales agent" means a person that contracts with the
105 Connecticut Lottery Corporation to sell lottery tickets or offer keno at a
106 retail facility in the state and not over the Internet, and is licensed in
107 accordance with chapters 226 and 229a;

108 (19) "Mashantucket Pequot memorandum of understanding" means

109 the memorandum of understanding entered into by and between the
110 state and the Mashantucket Pequot Tribe on January 13, 1993, as
111 amended from time to time;

112 (20) "Mashantucket Pequot procedures" means the Final
113 Mashantucket Pequot Gaming Procedures prescribed by the Secretary
114 of the United States Department of the Interior pursuant to 25 USC
115 2710(d)(7)(B)(vii) and published in 56 Federal Register 24996 (May 31,
116 1991), as amended from time to time;

117 (21) "Master wagering licensee" means (A) the Mashantucket Pequot
118 Tribe, or an instrumentality of or an affiliate wholly-owned by said tribe,
119 if licensed to operate online sports wagering, online casino gaming and
120 fantasy contests pursuant to section 12-852; (B) the Mohegan Tribe of
121 Indians of Connecticut, or an instrumentality of or an affiliate wholly-
122 owned by said tribe, if licensed to operate online sports wagering, online
123 casino gaming and fantasy contests pursuant to section 12-852; or (C)
124 the Connecticut Lottery Corporation, if licensed pursuant to section 12-
125 853 to operate retail sports wagering, online sports wagering, fantasy
126 contests and keno and to sell tickets for lottery draw games through the
127 Internet, an online service or a mobile application;

128 (22) "Mohegan compact" means the Tribal-State Compact entered
129 into by and between the state and the Mohegan Tribe of Indians of
130 Connecticut on May 17, 1994, as amended from time to time;

131 (23) "Mohegan memorandum of understanding" means the
132 memorandum of understanding entered into by and between the state
133 and the Mohegan Tribe of Indians of Connecticut on May 17, 1994, as
134 amended from time to time;

135 (24) "Occupational employee" means an employee of a master
136 wagering licensee or a licensed online gaming operator, online gaming
137 service provider or sports wagering retailer;

138 (25) "Off-track betting system licensee" means the person or business
139 organization licensed to operate the off-track betting system pursuant

140 to chapter 226;

141 (26) "Online casino gaming" or "online casino games" means (A) slots,
142 blackjack, craps, roulette, baccarat, poker and video poker, bingo, live
143 dealer and other peer-to-peer games and any variations of such games;
144 [.] and (B) any games authorized by the department, conducted over the
145 Internet, including through an Internet web site or a mobile device,
146 through an electronic wagering platform that does not require a bettor
147 to be physically present at a facility;

148 (27) "Online gaming operator" means a person or business entity that
149 operates an electronic wagering platform and contracts directly with a
150 master wagering licensee to offer (A) one or more Internet games on
151 behalf of such licensee; [.] or (B) retail sports wagering on behalf of such
152 licensee at a facility in this state;

153 (28) "Online gaming service provider" means a person or business
154 entity, other than an online gaming operator, that provides goods or
155 services to, or otherwise transacts business related to Internet games or
156 retail sports wagering with, a master wagering licensee or a licensed
157 online gaming operator, online gaming service provider or sports
158 wagering retailer;

159 (29) "Online sports wagering" means sports wagering conducted over
160 the Internet, including through an Internet web site or a mobile device,
161 through an electronic wagering platform that does not require a sports
162 bettor to be physically present at a facility that conducts retail sports
163 wagering;

164 (30) "Peer-to-peer casino game" means a card game, contest or
165 tournament, including, but not limited to, a poker game, contest or
166 tournament, in which (A) patrons compete against one another and do
167 not compete against the licensee operating such game, contest or
168 tournament; and (B) the licensee operating such game, contest or
169 tournament (i) assesses any fee associated with such game, contest or
170 tournament; and (ii) does not wager with or against any patron;

171 [(30)] (31) "Retail sports wagering" means in-person sports wagering
172 requiring a sports bettor to be physically present at one of the up to
173 fifteen facility locations of the Connecticut Lottery Corporation or a
174 licensed sports wagering retailer in this state;

175 [(31)] (32) "Skin" means the branded or cobranded name and logo on
176 the interface of an Internet web site or a mobile application that bettors
177 use to access an electronic wagering platform for Internet games;

178 [(32)] (33) "Sporting event" means any (A) sporting or athletic event
179 at which two or more persons participate, individually or on a team, and
180 may be eligible to receive compensation in excess of actual expenses for
181 such participation in such sporting or athletic event; (B) sporting or
182 athletic event sponsored by an intercollegiate athletic program of an
183 institution of higher education or an association of such programs,
184 except for those in which one of the participants is a Connecticut
185 intercollegiate team and the event is not in connection with a permitted
186 intercollegiate tournament; (C) Olympic or international sports
187 competition event; or (D) e-sports event, except for those in which one
188 of the participants is a Connecticut intercollegiate team and the event is
189 not in connection with a permitted intercollegiate tournament. As used
190 in this subdivision, "permitted intercollegiate tournament" means an
191 intercollegiate e-sports, sporting or athletic event involving four or more
192 intercollegiate teams that involves one or more Connecticut
193 intercollegiate teams and the wager on the tournament is based on the
194 outcome of all games within the tournament. "Sporting event" does not
195 include horse racing, jai alai or greyhound racing;

196 [(33)] (34) "Sports governing body" means the organization that
197 prescribes final rules and enforces codes of conduct with respect to a
198 sporting event and participants in the sporting event;

199 [(34)] (35) "Sports wagering" means risking or accepting any money,
200 credit, deposit or other thing of value for gain contingent in whole or in
201 part, (A) by any system or method of wagering, including, but not
202 limited to, in person or through an electronic wagering platform; [.] and
203 (B) based on (i) a live sporting event or a portion or portions of a live

204 sporting event, including future or propositional events during such an
205 event; [.] or (ii) the individual performance statistics of an athlete or
206 athletes in a sporting event or a combination of sporting events. "Sports
207 wagering" does not include the payment of an entry fee to play a fantasy
208 contest or a fee to participate in e-sports; [and]

209 [(35)] (36) "Sports wagering retailer" means a person or business
210 entity that contracts with the Connecticut Lottery Corporation to
211 facilitate retail sports wagering operated by said corporation through an
212 electronic wagering platform at up to fifteen facilities in this state; and

213 (37) "Wager" (A) means any money, credit, deposit or cash
214 equivalent, including, but not limited to, any free play, loyalty point or
215 other redeemable betting credit, or any other thing of value, that is
216 risked or accepted based on an uncertain occurrence or an uncertain
217 outcome of an event; and (B) does not include any entry fee.

218 Sec. 2. (NEW) (*Effective July 1, 2025*) The Governor may enter into
219 agreements with one or more states or territories of the United States, or
220 federally recognized Indian tribes engaged in Indian gaming
221 operations, to authorize online gaming operators to conduct
222 multijurisdictional Internet gaming for peer-to-peer casino games,
223 provided (1) entering into such agreements is consistent with all
224 applicable state and federal laws and regulations, and (2) such Internet
225 gaming is conducted exclusively within the United States.

226 Sec. 3. Subsection (c) of section 12-863 of the general statutes is
227 repealed and the following is substituted in lieu thereof (*Effective July 1,*
228 *2025*):

229 (c) A master wagering licensee and a licensed online gaming
230 operator, online gaming service provider and sports wagering retailer
231 shall each, where applicable based on the services provided:

232 (1) Prohibit an individual from establishing more than one account
233 on each electronic wagering platform operated by the licensee;

234 (2) Limit a person to the use of only one debit card or only one credit

235 card for an account, and place a monetary limit on the use of a credit
236 card over a period of time, provided single-use stored value instruments
237 purchased by cash or debit card only, including, but not limited to, a gift
238 card or a lottery terminal printed value voucher, may be used pursuant
239 to subdivision (3) of subsection (d) of section 12-853;

240 (3) Allow a person to limit the amount of money that may be
241 deposited into an account, and spent per day through an account;

242 (4) Provide that any money in an online account belongs solely to the
243 owner of the account and may be withdrawn by the owner;

244 (5) Establish a voluntary self-exclusion process to allow a person to
245 (A) exclude himself or herself from establishing an account, (B) exclude
246 himself or herself from placing wagers through an account, or (C) limit
247 the amount such person may spend using such an account;

248 (6) Establish a toll-free telephone number to (A) enable a person to
249 receive assistance from the licensee to resolve any problem the person
250 is experiencing with an electronic wagering platform operated by the
251 licensee, and (B) enable an owner of an account on an electronic
252 wagering platform operated by the licensee to receive assistance from
253 the licensee to resolve any problem the owner is experiencing with such
254 account;

255 [(6)] (7) Provide responsible gambling and problem gambling
256 information to participants; [and]

257 (8) If the licensee discovers any error in the odds offered on a sporting
258 event for which the licensee accepts any sports wager, (A) not accept
259 any further sports wagers on the sporting event until the licensee has
260 corrected such error, and (B) provide a full refund to each patron who
261 placed any such sports wager with the licensee prior to such discovery;
262 and

263 [(7)] (9) Conspicuously display on each applicable Internet web site
264 or mobile application:

- 265 (A) A link to a description of the provisions of this subsection;
- 266 (B) A link to responsible gambling information;
- 267 (C) The toll-free telephone number established pursuant to
268 subdivision (6) of this subsection;
- 269 [(C)] (D) A toll-free telephone number an individual may use to
270 obtain information about problem gambling;
- 271 [(D)] (E) A link to information about the voluntary self-exclusion
272 process described in subdivision (5) of this subsection;
- 273 (F) The maximum sports wagers for online sports wagering
274 established in regulations adopted pursuant to section 12-865, as
275 amended by this act;
- 276 [(E)] (G) A clear display or periodic pop-up message of the amount
277 of time an individual has spent on the operator's Internet web site or
278 mobile application;
- 279 [(F)] (H) A means to initiate a break in play to discourage excessive
280 play; and
- 281 [(G)] (I) A clear display of the amount of money available to the
282 individual in his or her account.

283 Sec. 4. Section 12-865 of the general statutes is repealed and the
284 following is substituted in lieu thereof (*Effective July 1, 2025*):

285 The commissioner shall adopt regulations, in accordance with the
286 provisions of chapter 54, to the extent not prohibited by federal law or
287 any gaming agreement or procedure entered into pursuant to the Indian
288 Gaming Regulatory Act, P.L. 100-497, 25 USC 2701 et seq., to implement
289 the provisions of sections 12-852 to 12-864, inclusive. Notwithstanding
290 the requirements of subdivision (1) of subsection (g) of section 4-168, the
291 commissioner may adopt such regulations as emergency regulations
292 without making the finding required under subparagraph (A) of
293 subdivision (1) of subsection (g) of section 4-168, provided the Governor

294 approves the need for such emergency regulations, and the other
295 requirements of subsection (g) of section 4-168 shall apply. Such
296 regulations shall address:

297 (1) The operation of, and participation in, Internet games and retail
298 sports wagering;

299 (2) Licensing requirements, including criteria for determining when
300 licensure as (A) an online gaming service provider is required; and (B)
301 a key employee is not necessary in order to protect the integrity of
302 gaming;

303 (3) Designation of additional games that may be permitted as online
304 casino gaming;

305 (4) Voluntary self-exclusion programs for Internet games and retail
306 sports wagering;

307 (5) Technical standards, security features and testing applicable to
308 gaming operations and systems, including electronic wagering
309 platforms;

310 (6) Game procedure approval;

311 (7) Complaint resolution processes;

312 (8) Enforcement actions;

313 (9) Standards for age and location verification programs;

314 (10) Revenue auditing and reporting standards, which shall include
315 a requirement that all payments be accompanied by a detailed
316 supporting report on a form approved by the commissioner;

317 (11) Compliance reporting and disclosure requirements;

318 (12) Marketing and advertising standards; [and]

319 (13) Establishing maximum sports wagers for online sports wagering;
320 and

321 [(13)] (14) Any other provisions deemed necessary by the
322 commissioner to protect the public interest and the integrity of gaming.

This act shall take effect as follows and shall amend the following sections:

Section 1	July 1, 2025	12-850
Sec. 2	July 1, 2025	New section
Sec. 3	July 1, 2025	12-863(c)
Sec. 4	July 1, 2025	12-865

Statement of Legislative Commissioners:

In Section 1(37)(A), "or other thing of value risked" was changed to "or any other thing of value, that is risked" for clarity; and Section 3(c)(9)(F) was rewritten for clarity.

GL Joint Favorable Subst. -LCO

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 26 \$	FY 27 \$
Resources of the General Fund	GF - Potential Revenue Gain	180,000-500,000	200,000-600,000

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill allows the governor to enter into agreements to authorize multijurisdictional Internet gaming for peer-to-peer casino games but does not specify any related tax structure. To the extent (1) the governor enters into such an agreement, (2) multijurisdictional peer-to-peer games are subsequently legally implemented,¹ and (3) a tax structure similar to that which applies to current legal online gaming is established, this results in a potential General Fund revenue gain ranging from \$180,000-\$500,000 in FY 26 and \$200,000-\$600,000 in FY 27.

The Out Years

The potential revenue gain identified above would continue into the future.

¹ Multijurisdictional peer-to-peer casino games presumably would include out-of-state participants; however, existing law includes a requirement that only people who are physically present in the state may place wagers through online casino gaming operations that are conducted outside of the Mashantucket Pequot and Mohegan tribes' reservations.

OLR Bill Analysis**sSB 1464****AN ACT CONCERNING SPORTS WAGERING AND
MULTIJURISDICTIONAL INTERNET GAMING.****SUMMARY**

This bill allows the governor to enter into agreements to authorize Connecticut-licensed online gaming operators to conduct multijurisdictional Internet gaming for peer-to-peer casino games. These games include card games, contests, and tournaments, including poker, operated by a licensee in which (1) patrons compete against each other and not the operator and (2) the operator charges a fee and does not wager with or against patrons. Under the bill, the games must be conducted exclusively within the U.S. and the agreements must be (1) with U.S. states or territories, or federally recognized Indian tribes that conduct gaming, and (2) consistent with state and federal laws and regulations. However, existing law, unchanged by the bill, prohibits this type of online gaming with patrons who are not physically present in Connecticut (see COMMENT).

Separately, the bill requires certain gaming entities to (1) have a toll-free number to address problems with their gaming platforms and accounts and (2) address errors in their odds for a sporting event. It also requires the Department of Consumer Protection (DCP) to adopt regulations setting maximum wagers for online sports wagering.

Additionally, for the purposes of various provisions on gaming, including placing wagers and prohibited wagers, the bill defines a “wager” as any money, credit, deposit, or cash equivalent (which includes free play, loyalty points or redeemable betting credits) or other thing of value risked or accepted based on an uncertain occurrence or uncertain outcome of an event. It explicitly does not include an “entry fee” (the amount of cash or cash equivalent to participate in a fantasy

contest).

The bill also makes technical and conforming changes.

EFFECTIVE DATE: July 1, 2025

REQUIREMENTS FOR CERTAIN GAMING ENTITIES

The bill requires master wagering licensees and licensed online gaming operators, online gaming service providers, and sports wagering retailers to, where applicable based on the services provided:

1. have a toll-free phone number that allows people to receive help to resolve problems with (a) the licensee's "electronic wagering platform" (the hardware, software, and data networks used to manage, administer, offer, or control Internet games or retail sports wagering) and (b) an account on the platform and
2. upon discovering an error in the licensee's odds offered for a sporting event, stop accepting sports wagers on the event until the error is corrected and refund patrons who placed wagers with the licensee before discovering the error.

Relatedly, the bill also requires these licensees to conspicuously display on applicable websites and mobile applications the (1) phone number described above and (2) maximum sports wager for online sports wagering set by DCP regulations. As under existing law, these websites and applications must describe various provisions governing online gaming, include a link for information on responsible gaming and how to be excluded from gaming, a phone number for information on problem gambling, information on the amount of time a person has been on the website or application and a way to have a break in play, and a display of the amount of money in the person's account.

COMMENT

Conflict

The bill's authorization for multijurisdictional peer-to-peer casino games that will, presumably, include out-of-state patrons placing

wagers over the Internet conflicts with Connecticut's limited authorization for online casino gaming. Existing law has several operating, participation, and other restrictions regulating online casino gaming, including that only people who are physically present in the state may place wagers through online casino gaming operations (see CGS §§ 12-852(a) & 12-863(a)(1) and (b)).

Beyond statutory conflicts, the bill may also conflict with agreements with the tribes governing certain types of gaming and gaming revenues.

BACKGROUND

Definitions

By law, a "master wagering licensee" is generally the Mashantucket Pequot or Mohegan tribes or the Connecticut Lottery Corporation (CLC).

An "online gaming operator" is a person or business that operates an electronic wagering platform and contracts directly with a master wagering licensee to provide (1) one or more Internet games or (2) retail sports wagering.

An "online gaming service provider" is a person or business, other than an online gaming operator, that provides goods or services to, or otherwise transacts business related to, Internet games or retail sports wagering with a master wagering licensee or a licensed online gaming operator, online gaming service provider, or sports wagering retailer.

A "sports wagering retailer" is a person or business that contracts with CLC to facilitate retail sports wagering operated by CLC through an electronic wagering platform at up to 15 facilities in the state.

Related Bill

sSB 1235, favorably reported by the General Law Committee, among other things, also allows the governor to enter agreements on multijurisdictional online peer-to-peer casino games.

COMMITTEE ACTION

General Law Committee

Joint Favorable

Yea 21 Nay 0 (03/21/2025)