26

27

By: Senator(s) Fillingane

To: Judiciary, Division B

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2510

AN ACT TO AMEND SECTIONS 97-33-1 AND 97-33-7, MISSISSIPPI CODE OF 1972, TO INCLUDE ANY ONLINE, INTERACTIVE, OR COMPUTERIZED VERSION OF GAMES WITHIN THE PROHIBITION ON BETTING GAMING OR WAGERING AND ANY ONLINE INTERACTIVE OR COMPUTERIZED VERSION OF ANY 5 GAME AS DEFINED IN SECTION 75-76-5(K) SHALL BE A GAMING DEVICE; TO INCREASE THE CRIMINAL PENALTY; TO PROVIDE THAT AN ACTION TO 7 PROSECUTE A VIOLATION MAY, IN THE DISCRETION OF THE ATTORNEY 8 GENERAL OR PROSECUTING ATTORNEY, BE TRIED IN THE COUNTY IN WHICH 9 THE VIOLATION OCCURRED OR IN HINDS COUNTY; TO INCREASE THE 10 CRIMINAL PENALTIES FOR A VIOLATION OF THIS SECTION; TO AUTHORIZE THE FORFEITURE OF THE ASSETS, RIGHTS, AND PRIVILEGES USED IN 11 12 CONNECTION WITH VIOLATIONS OF THE PROVISIONS OF THESE SECTIONS; TO 13 AUTHORIZE THE GAMING COMMISSION TO ENTER INTO CONTINGENCY FEE AGREEMENTS FOR ASSETS FORFEITED IN CONNECTION WITH THE PROSECUTION 14 15 OF VIOLATIONS OF THIS SECTION; TO AMEND SECTION 97-33-8, 16 MISSISSIPPI CODE OF 1972, TO INCLUDE INTERNET SWEEPSTAKES CASINOS 17 WITHIN THE PROHIBITIONS OF THIS SECTION; TO INCREASE THE CRIMINAL 18 VIOLATION FROM A MISDEMEANOR TO A FELONY; TO AUTHORIZE THE 19 FORFEITURE OF THE ASSETS, RIGHTS, AND PRIVILEGES USED IN 20 CONNECTION WITH VIOLATIONS OF THIS SECTION; AND FOR RELATED 21 PURPOSES. 22 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 23 SECTION 1. Section 97-33-1, Mississippi Code of 1972, is 24 amended as follows: 25 97-33-1. Except as otherwise provided in Section 97-33-8, if

any person shall encourage, promote or play at any game, play or

amusement, other than a fight or fighting match between dogs, for

- 28 money or other valuable thing, or shall wager or bet, promote or
- 29 encourage the wagering or betting of any money or other valuable
- 30 things, upon any game, play, amusement, cockfight, Indian ball
- 31 play or duel, other than a fight or fighting match between dogs,
- 32 or upon the result of any election, event or contingency whatever,
- 33 including any online, interactive, or computerized version
- 34 thereof, upon conviction thereof, he shall be fined in a sum not
- 35 more than Five Hundred Dollars (\$500.00) per occurrence; and,
- 36 unless such fine and costs be immediately paid, shall be
- 37 imprisoned for any period not more than ninety (90) days. If any
- 38 person shall operate an online platform that facilitates illegal
- 39 wagering, such person shall be guilty of a felony. Upon each
- 40 conviction, a person shall be fined in a sum not more than One
- 41 Hundred Thousand Dollars (\$100,000.00), or shall be imprisoned for
- 42 a term of years not to exceed ten (10) years, or by both fine and
- 43 imprisonment. The assets, rights, and privileges used in
- 44 connection with violations of the provisions of this section shall
- 45 be liable to forfeiture, to the State of Mississippi or to the
- 46 county in which a violation is committed. However, this section
- 47 shall not apply to betting, gaming or wagering:
- 48 (a) On a cruise vessel as defined in Section 27-109-1
- 49 whenever such vessel is in the waters within the State of
- 50 Mississippi, which lie adjacent to the State of Mississippi south
- 51 of the three (3) most southern counties in the State of
- 52 Mississippi, including the Mississippi Sound, St. Louis Bay,

- 53 Biloxi Bay and Pascagoula Bay, and in which the registered voters
- of the county in which the port is located have not voted to
- 55 prohibit such betting, gaming or wagering on cruise vessels as
- 56 provided in Section 19-3-79;
- 57 (b) In a structure located, in whole or in part, on
- 58 shore in any of the three (3) most southern counties in the State
- 59 of Mississippi in which the registered voters of the county have
- 60 voted to allow such betting, gaming or wagering on cruise vessels
- 61 as provided in Section 19-3-79, if:
- (i) The structure is owned, leased or controlled
- 63 by a person possessing a gaming license, as defined in Section
- 64 75-76-5, to conduct legal gaming on a cruise vessel under
- 65 paragraph (a) of this section;
- (ii) The part of the structure in which licensed
- 67 gaming activities are conducted is located entirely in an area
- 68 which is located no more than eight hundred (800) feet from the
- 69 mean high-water line (as defined in Section 29-15-1) of the waters
- 70 within the State of Mississippi, which lie adjacent to the State
- 71 of Mississippi south of the three (3) most southern counties in
- 72 the State of Mississippi, including the Mississippi Sound, St.
- 73 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to
- 74 Harrison County only, no farther north than the southern boundary
- 75 of the right-of-way for U.S. Highway 90, whichever is greater; and
- 76 (iii) In the case of a structure that is located
- 77 in whole or part on shore, the part of the structure in which

- 78 licensed gaming activities are conducted shall lie adjacent to
- 79 state waters south of the three (3) most southern counties in the
- 80 State of Mississippi, including the Mississippi Sound, St. Louis
- 81 Bay, Biloxi Bay and Pascagoula Bay. When the site upon which the
- 82 structure is located consists of a parcel of real property,
- 83 easements and rights-of-way for public streets and highways shall
- 84 not be construed to interrupt the contiguous nature of the parcel,
- 85 nor shall the footage contained within the easements and
- 86 rights-of-way be counted in the calculation of the distances
- 87 specified in subparagraph (ii);
- 88 (c) On a vessel as defined in Section 27-109-1 whenever
- 89 such vessel is on the Mississippi River or navigable waters within
- 90 any county bordering on the Mississippi River, and in which the
- 91 registered voters of the county in which the port is located have
- 92 not voted to prohibit such betting, gaming or wagering on vessels
- 93 as provided in Section 19-3-79; or
- 94 (d) That is legal under the laws of the State of
- 95 Mississippi.
- 96 (e) An action to prosecute a violation of this section
- 97 may, in the discretion of the Attorney General or prosecuting
- 98 attorney, be tried in the county in which the violation occurred
- 99 or in Hinds County.
- SECTION 2. Section 97-33-7, Mississippi Code of 1972, is
- 101 amended as follows:

102 97-33-7. (1) Except as otherwise provided in Section 103 97-33-8, it shall be unlawful for any person or persons, firm, copartnership or corporation to have in possession, own, control, 104 display, or operate any cane rack, knife rack, artful dodger, 105 106 punch board, roll down, merchandise wheel, slot machine, pinball 107 machine, or similar device or devices. Provided, however, that 108 this section shall not be so construed as to make unlawful the ownership, possession, control, display or operation of any 109 110 antique coin machine as defined in Section 27-27-12, or any music 111 machine or bona fide automatic vending machine where the purchaser 112 receives exactly the same quantity of merchandise on each operation of said machine. Any slot machine other than an antique 113 114 coin machine as defined in Section 27-27-12 which delivers, or is so constructed as that by operation thereof it will deliver to the 115 116 operator thereof anything of value in varying quantities, in 117 addition to the merchandise received, and any slot machine other 118 than an antique coin machine as defined in Section 27-27-12 that is constructed in such manner as that slugs, tokens, coins or 119 120 similar devices are, or may be, used and delivered to the operator 121 thereof in addition to merchandise of any sort contained in such 122 machine, is hereby declared to be a gambling device, and shall be 123 deemed unlawful under the provisions of this section. Provided, 124 however, that pinball machines which do not return to the operator 125 or player thereof anything but free additional games or plays 126 shall not be deemed to be gambling devices, and neither this

- 127 section nor any other law shall be construed to prohibit same.
- 128 Any online, interactive, or computerized version of any game as
- 129 defined in Section 75-76-5(k) or any other game of chance or
- 130 digital simulation thereof, including, but not limited to, online
- 131 race books, online sports pools, and online sweepstakes
- 132 casino-style games, is hereby declared to be a gambling device,
- 133 and the offering for play or operating an online or interactive
- 134 platform that offers for play such games within the State of
- 135 Mississippi shall be deemed unlawful under the provisions of this
- 136 section.
- 137 (2) No property right shall exist in any person, natural or
- 138 artificial, or be vested in such person, in any or all of the
- 139 devices described herein that are not exempted from the provisions
- 140 of this section; and all such devices are hereby declared to be at
- 141 all times subject to confiscation and destruction, and their
- 142 possession shall be unlawful, except when in the possession of
- 143 officers carrying out the provisions of this section. It shall be
- 144 the duty of all law enforcing officers to seize and immediately
- 145 destroy all such machines and devices.
- 146 (3) * * * A first Each violation of the provisions of this
- 147 section shall be deemed a * * * misdemeanor felony, and the party
- 148 offending shall, upon each conviction, be fined in any sum not
- 149 exceeding * * * Five Hundred Dollars (\$500.00) One Hundred
- 150 Thousand Dollars (\$100,000.00), or imprisoned not exceeding * * *
- 151 three (3) months ten (10) years, or both, in the discretion of the

- 152 court, and shall be liable to forfeiture, to the State of
- 153 Mississippi or to the county in which a violation is committed, of
- 154 the assets, rights, and privileges used in connection with
- 155 violations of the provisions of this section. * * * In the event
- 156 of a second conviction for a violation of any of the provisions of
- 157 this section, the party offending shall be subject to a sentence
- 158 of not less than six (6) months in the county jail, nor more than
- 159 two (2) years in the State Penitentiary, in the discretion of the
- 160 trial court.
- 161 (4) Notwithstanding any provision of this section to the
- 162 contrary, it shall not be unlawful to operate any equipment or
- device described in subsection (1) of this section or any gaming,
- 164 gambling or similar device or devices by whatever name called
- 165 while:
- 166 (a) On a cruise vessel as defined in Section 27-109-1
- 167 whenever such vessel is in the waters within the State of
- 168 Mississippi, which lie adjacent to the State of Mississippi south
- 169 of the three (3) most southern counties in the State of
- 170 Mississippi, including the Mississippi Sound, St. Louis Bay,
- 171 Biloxi Bay and Pascagoula Bay, and in which the registered voters
- 172 of the county in which the port is located have not voted to
- 173 prohibit such betting, gaming or wagering on cruise vessels as
- 174 provided in Section 19-3-79;
- 175 (b) In a structure located, in whole or in part, on
- 176 shore in any of the three (3) most southern counties in the State

of Mississippi in which the registered voters of the county have voted to allow such betting, gaming or wagering on cruise vessels as provided in Section 19-3-79, if:

180 (i) The structure is owned, leased or controlled
181 by a person possessing a gaming license, as defined in Section
182 75-76-5, to conduct legal gaming on a cruise vessel under
183 paragraph (a) of this subsection;

184

185

186

187

188

189

190

191

192

193

194

195

196

197

198

199

200

201

The part of the structure in which licensed (ii) gaming activities are conducted is located entirely in an area which is located no more than eight hundred (800) feet from the mean high-water line (as defined in Section 29-15-1) of the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south of the three (3) most southern counties in the State of Mississippi, including the Mississippi Sound, St. Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to Harrison County only, no farther north than the southern boundary of the right-of-way for U.S. Highway 90, whichever is greater; and In the case of a structure that is located (iii) in whole or part on shore, the part of the structure in which licensed gaming activities are conducted shall lie adjacent to state waters south of the three (3) most southern counties in the State of Mississippi, including the Mississippi Sound, St. Louis Bay, Biloxi Bay and Pascagoula Bay. When the site upon which the structure is located consists of a parcel of real property, easements and rights-of-way for public streets and highways shall

- 202 not be construed to interrupt the contiguous nature of the parcel,
- 203 nor shall the footage contained within the easements and
- 204 rights-of-way be counted in the calculation of the distances
- 205 specified in subparagraph (ii);
- 206 (c) On a vessel as defined in Section 27-109-1 whenever
- 207 such vessel is on the Mississippi River or navigable waters within
- 208 any county bordering on the Mississippi River, and in which the
- 209 registered voters of the county in which the port is located have
- 210 not voted to prohibit such betting, gaming or wagering on vessels
- 211 as provided in Section 19-3-79; or
- 212 (d) That is legal under the laws of the State of
- 213 Mississippi.
- 214 (5) Notwithstanding any provision of this section to the
- 215 contrary, it shall not be unlawful (a) to own, possess, repair or
- 216 control any gambling device, machine or equipment in a licensed
- 217 gaming establishment or on the business premises appurtenant to
- 218 any such licensed gaming establishment during any period of time
- 219 in which such licensed gaming establishment is being constructed,
- 220 repaired, maintained or operated in this state; (b) to install any
- 221 gambling device, machine or equipment in any licensed gaming
- 222 establishment; (c) to possess or control any gambling device,
- 223 machine or equipment during the process of procuring or
- 224 transporting such device, machine or equipment for installation on
- 225 any such licensed gaming establishment; or (d) to store in a
- 226 warehouse or other storage facility any gambling device, machine,

227 equipment, or part thereof, regardless of whether the county or 228 municipality in which the warehouse or storage facility is located 229 has approved gaming aboard cruise vessels or vessels, provided 230 that such device, machine or equipment is operated only in a 231 county or municipality that has approved gaming aboard cruise 232 vessels or vessels. Any gambling device, machine or equipment 233 that is owned, possessed, controlled, installed, procured, 234 repaired, transported or stored in accordance with this subsection 235 shall not be subject to confiscation, seizure or destruction, and 236 any person, firm, partnership or corporation which owns, possesses, controls, installs, procures, repairs, transports or 237 238 stores any gambling device, machine or equipment in accordance 239 with this subsection shall not be subject to any prosecution or 240 penalty under this section. Any person constructing or repairing such cruise vessels or vessels within a municipality shall comply 241 242 with all municipal ordinances protecting the general health or 243 safety of the residents of the municipality. 244 (6) An action to prosecute a violation of this section may, 245 in the discretion of the Attorney General or prosecuting attorney, 246 be tried in the county in which the crime occurred or in Hinds 247 County. The Mississippi Gaming Commission may enter into 248 contingency fee agreements for assets forfeited in connection with 249 the prosecution of violations of this section, pursuant to Section 250 7-5-8.

- SECTION 3. Section 97-33-8, Mississippi Code of 1972, is
- 252 amended as follows:
- 253 97-33-8. (1) The provisions of this section are intended to
- 254 clarify that the operation of "internet sweepstakes cafes" * * \star
- 255 is an and "online sweepstakes casinos" are illegal gambling * * *
- 256 activity activities under state law.
- 257 (2) It shall be unlawful for any person or entity to
- 258 possess, own, control, display, operate or have a financial
- 259 interest in an electronic video monitor or platform that:
- 260 (a) Is offered or made available to a person to play or
- 261 participate in a simulated gambling program in return for direct
- 262 or indirect consideration, including consideration associated with
- 263 a product, service or activity other than the simulated gambling
- 264 program; and
- 265 (b) The person who plays or participates in the
- 266 simulated gambling program may become eligible to win, redeem or
- 267 otherwise obtain a cash or cash-equivalent prize, whether or not
- 268 the eligibility for or value of the prize is determined by or has
- 269 any relationship to the outcome or play of the program.
- 270 (3) As used in this section, the following words and phrases
- 271 shall have the meanings ascribed in this subsection, unless the
- 272 context clearly indicates otherwise:
- 273 (a) "Simulated gambling program" means any method
- 274 intended to be used by a person playing, participating or
- 275 interacting with an electronic video monitor or online or mobile

- 276 platform that is offered by another person or entity; that 277 directly or indirectly implements the predetermination of a cash 278 or cash-equivalent prize, or otherwise connects the player with 279 the cash or cash-equivalent prize; and that is not legal under the 280 Mississippi Gaming Control Act.
- 281 "Consideration associated with a product, service 282 or activity other than the simulated gambling program" means money 283 or other value collected for a product, service or activity that 284 is offered in any direct or indirect relationship to playing or 285 participating in the simulated gambling program. The term 286 includes, but is not limited to, consideration paid for internet 287 access or computer time, or a sweepstakes entry.
- 288 "Electronic video monitor" means any unit, 289 mechanism, computer or other terminal, or device that is capable 290 of displaying moving or still images.

291

PAGE 12

(4) Any person or entity violating the provisions of this 292 section by promoting or operating an internet sweepstakes cafe or 293 casino, upon conviction, shall be quilty of a * * * misdemeanor 294 and fined not more than One Thousand Dollars (\$1,000.00) or 295 imprisoned for not less than one (1) year felony and fined in a 296 sum not exceeding One Hundred Thousand Dollars (\$100,000.00), or 297 imprisoned not exceeding a term of ten (10) years, or both. 298 assets, rights and privileges used in connection with violations 299 of the provisions of this section shall be liable to forfeiture,

- 300 to the State of Mississippi or to the county in which a violation 301 is committed.
- 302 (5) The provisions of this section shall not apply to:
- 303 (a) Any lawful activity that is conducted for the
 304 primary purpose of entertaining children under the age of eighteen
 305 (18) years, during which money is paid for a token or chip that is
 306 used to play an electronic or other game, with the winner of the
 307 game earning tickets that can be exchanged for prizes;
- 308 (b) Any lawful marketing promotion, contest, prize or
 309 sweepstakes that is designed to attract consumer attention to a
 310 specific product or service unrelated to digital tokens, coins or
 311 currency associated with a sweepstakes game and which is offered
 312 for sale by the manufacturer, distributor, vendor or retailer of
 313 the product or service; or
- 314 (c) Any promotional activity as defined in Section 315 75-76-5 that is conducted by a gaming licensee.
- 316 **SECTION 4.** This act shall take effect and be in force from and after July 1, 2025.