By: Senator(s) Fillingane, Blount 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 26 any person shall encourage, promote or play at any game, play or

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

27

- 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
- 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;
- 66 (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,
104	copartnership or corporation to have in possession, own, control,
105	display, or operate any cane rack, knife rack, artful dodger,
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
109	ownership, possession, control, display or operation of any
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
113	operation of said machine. Any slot machine other than an antique
114	coin machine as defined in Section 27-27-12 which delivers, or is
115	so constructed as that by operation thereof it will deliver to the
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
119	is constructed in such manner as that slugs, tokens, coins or
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) \* \* \* Each violation of the provisions of this section
- 147 shall be deemed a  $\star$   $\star$  felony, and the party offending shall,
- 148 upon each conviction, be fined in any sum not exceeding \* \* \* One
- 149 Hundred Thousand Dollars (\$100,000.00), or imprisoned not
- 150 exceeding  $\star$   $\star$  ten (10) years, or both, in the discretion of the
- 151 court, and shall be liable to forfeiture, to the State of

- 152 Mississippi or to the county in which a violation is committed, of
- 153 the assets, rights, and privileges used in connection with
- 154 violations of the provisions of this section. \* \* \*
- 155 (4) Notwithstanding any provision of this section to the
- 156 contrary, it shall not be unlawful to operate any equipment or
- 157 device described in subsection (1) of this section or any gaming,
- 158 gambling or similar device or devices by whatever name called
- 159 while:
- 160 (a) On a cruise vessel as defined in Section 27-109-1
- 161 whenever such vessel is in the waters within the State of
- 162 Mississippi, which lie adjacent to the State of Mississippi south
- 163 of the three (3) most southern counties in the State of
- 164 Mississippi, including the Mississippi Sound, St. Louis Bay,
- 165 Biloxi Bay and Pascagoula Bay, and in which the registered voters
- 166 of the county in which the port is located have not voted to
- 167 prohibit such betting, gaming or wagering on cruise vessels as
- 168 provided in Section 19-3-79;
- 169 (b) In a structure located, in whole or in part, on
- 170 shore in any of the three (3) most southern counties in the State
- 171 of Mississippi in which the registered voters of the county have
- 172 voted to allow such betting, gaming or wagering on cruise vessels
- 173 as provided in Section 19-3-79, if:
- 174 (i) The structure is owned, leased or controlled
- 175 by a person possessing a gaming license, as defined in Section

176 75-76-5, to conduct legal gaming on a cruise vessel under 177 paragraph (a) of this subsection;

178 The part of the structure in which licensed gaming activities are conducted is located entirely in an area 179 180 which is located no more than eight hundred (800) feet from the 181 mean high-water line (as defined in Section 29-15-1) of the waters 182 within the State of Mississippi, which lie adjacent to the State 183 of Mississippi south of the three (3) most southern counties in 184 the State of Mississippi, including the Mississippi Sound, St. 185 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to 186 Harrison County only, no farther north than the southern boundary 187 of the right-of-way for U.S. Highway 90, whichever is greater; and 188 In the case of a structure that is located (iii) 189 in whole or part on shore, the part of the structure in which 190 licensed gaming activities are conducted shall lie adjacent to 191 state waters south of the three (3) most southern counties in the 192 State of Mississippi, including the Mississippi Sound, St. Louis Bay, Biloxi Bay and Pascagoula Bay. When the site upon which the 193 194 structure is located consists of a parcel of real property, 195 easements and rights-of-way for public streets and highways shall 196 not be construed to interrupt the contiquous nature of the parcel, 197 nor shall the footage contained within the easements and rights-of-way be counted in the calculation of the distances 198 199 specified in subparagraph (ii);

- 200 (c) On a vessel as defined in Section 27-109-1 whenever 201 such vessel is on the Mississippi River or navigable waters within 202 any county bordering on the Mississippi River, and in which the 203 registered voters of the county in which the port is located have 204 not voted to prohibit such betting, gaming or wagering on vessels 205 as provided in Section 19-3-79; or
- 206 (d) That is legal under the laws of the State of 207 Mississippi.
- 208 Notwithstanding any provision of this section to the (5) 209 contrary, it shall not be unlawful (a) to own, possess, repair or 210 control any gambling device, machine or equipment in a licensed 211 gaming establishment or on the business premises appurtenant to 212 any such licensed gaming establishment during any period of time 213 in which such licensed gaming establishment is being constructed, 214 repaired, maintained or operated in this state; (b) to install any 215 gambling device, machine or equipment in any licensed gaming 216 establishment; (c) to possess or control any gambling device, 217 machine or equipment during the process of procuring or 218 transporting such device, machine or equipment for installation on 219 any such licensed gaming establishment; or (d) to store in a 220 warehouse or other storage facility any gambling device, machine, 221 equipment, or part thereof, regardless of whether the county or 222 municipality in which the warehouse or storage facility is located 223 has approved gaming aboard cruise vessels or vessels, provided 224 that such device, machine or equipment is operated only in a

- 225 county or municipality that has approved gaming aboard cruise
- 226 vessels or vessels. Any gambling device, machine or equipment
- 227 that is owned, possessed, controlled, installed, procured,
- 228 repaired, transported or stored in accordance with this subsection
- 229 shall not be subject to confiscation, seizure or destruction, and
- 230 any person, firm, partnership or corporation which owns,
- 231 possesses, controls, installs, procures, repairs, transports or
- 232 stores any gambling device, machine or equipment in accordance
- 233 with this subsection shall not be subject to any prosecution or
- 234 penalty under this section. Any person constructing or repairing
- 235 such cruise vessels or vessels within a municipality shall comply
- 236 with all municipal ordinances protecting the general health or
- 237 safety of the residents of the municipality.
- 238 (6) An action to prosecute a violation of this section may,
- 239 in the discretion of the Attorney General or prosecuting attorney,
- 240 be tried in the county in which the crime occurred or in Hinds
- 241 County. The Mississippi Gaming Commission may enter into
- 242 contingency fee agreements for assets forfeited in connection with
- 243 the prosecution of violations of this section, pursuant to Section
- 244 7-5-8.
- SECTION 3. Section 97-33-8, Mississippi Code of 1972, is
- 246 amended as follows:
- 247 97-33-8. (1) The provisions of this section are intended to
- 248 clarify that the operation of "internet sweepstakes cafes" \* \* \*

249	and "online	sweepstakes	casinos" ar	<u>e</u> illegal	gambling	*	*	*
250	activities (	under state 1	law.					

- 251 (2) It shall be unlawful for any person or entity to 252 possess, own, control, display, operate or have a financial 253 interest in an electronic video monitor or platform that:
- 254 (a) Is offered or made available to a person to play or 255 participate in a simulated gambling program in return for direct 256 or indirect consideration, including consideration associated with 257 a product, service or activity other than the simulated gambling 258 program; and
- 259 (b) The person who plays or participates in the 260 simulated gambling program may become eligible to win, redeem or 261 otherwise obtain a cash or cash-equivalent prize, whether or not 262 the eligibility for or value of the prize is determined by or has 263 any relationship to the outcome or play of the program.
- 264 (3) As used in this section, the following words and phrases 265 shall have the meanings ascribed in this subsection, unless the 266 context clearly indicates otherwise:
- 267 (a) "Simulated gambling program" means any method

  268 intended to be used by a person playing, participating or

  269 interacting with an electronic video monitor or online or mobile

  270 platform that is offered by another person or entity; that

  271 directly or indirectly implements the predetermination of a cash

  272 or cash-equivalent prize, or otherwise connects the player with

- 273 the cash or cash-equivalent prize; and that is not legal under the 274 Mississippi Gaming Control Act.
- 275 "Consideration associated with a product, service (b) 276 or activity other than the simulated gambling program" means money or other value collected for a product, service or activity that 277 278 is offered in any direct or indirect relationship to playing or 279 participating in the simulated gambling program. The term
- 280 includes, but is not limited to, consideration paid for internet 281 access or computer time, or a sweepstakes entry.
- 282 "Electronic video monitor" means any unit, (C) 283 mechanism, computer or other terminal, or device that is capable 284 of displaying moving or still images.
- 285 Any person or entity violating the provisions of this 286 section by promoting or operating an internet sweepstakes cafe or 287 casino, upon conviction, shall be quilty of a \* \* \* felony and 288 fined in a sum not exceeding One Hundred Thousand Dollars 289 (\$100,000.00), or imprisoned not exceeding a term of ten (10) 290 years, or both. The assets, rights and privileges used in 291 connection with violations of the provisions of this section shall 292 be liable to forfeiture, to the State of Mississippi or to the 293 county in which a violation is committed.
- 294 The provisions of this section shall not apply to: (5)
- 295 Any lawful activity that is conducted for the 296 primary purpose of entertaining children under the age of eighteen (18) years, during which money is paid for a token or chip that is 297

298	used	to	play	an	elect	cronic	or	oth	er	game,	with	the	winner	of	the
299	game	ea	rnina	tio	ckets	that	can	be	exc	hanged	d for	priz	zes;		

- 300 (b) Any lawful marketing promotion, contest, prize or
  301 sweepstakes that is designed to attract consumer attention to a
  302 specific product or service <u>unrelated to digital tokens</u>, <u>coins or</u>
  303 <u>currency associated with a sweepstakes game and</u> which is offered
  304 for sale by the manufacturer, distributor, vendor or retailer of
  305 the product or service; or
- 306 (c) Any promotional activity as defined in Section 307 75-76-5 that is conducted by a gaming licensee.
- 308 **SECTION 4.** This act shall take effect and be in force from and after July 1, 2025.