## GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2021

S

## **SENATE BILL 688**

	Short Title:	Sports W	Vagering. (Pul	blic)
	Sponsors:	Senators	Perry and Lowe (Primary Sponsors).	
	Referred to:	Rules and	d Operations of the Senate	
			April 8, 2021	
1 2 3	CAROLIN	IA.	A BILL TO BE ENTITLED IORIZE AND REGULATE SPORTS WAGERING IN NOR	RTH
4 5			of North Carolina enacts: I. Chapter 18C of the General Statutes is rewritten to add a new Arti	icle
6	SE		"Article 9.	cic.
7			"Sports Wagering.	
8	" <u>§ 18C-901. I</u>			
9			ele, the following definitions apply:	
10	<u>(1)</u>		sted gross revenue. – Gross wagering revenue received by an interact	
11 12		-	s wagering operator from all sports wagers authorized under this Art s all of the following with respect to that gross wagering reve	
12			ved under this Article:	inuc
13		<u>a.</u>	All cash or cash equivalents paid out as winnings to registered play	/ers
15		<u>b.</u>	The costs paid by an interactive sports wagering operator for	
16			personal property distributed to a registered player as a result	
17			sports wager.	
18		<u>c.</u>	The cash value of any bonuses or promotional credits provide	
19			registered players that are then returned to an interactive sp	orts
20		1	wagering operator in the form of a deposit or wager.	
21		<u>d.</u>	<u>Uncollectible receivables, not to exceed four percent (4%) of g</u>	
22 23			revenue, except that the Commission may increase that percent upon a showing that a higher amount is reasonable.	tage
23 24		<u>e.</u>	Excise tax payments on sports wagers remitted to the fed	eral
25		<u>c.</u>	government.	<u>crar</u>
26	<u>(2)</u>	Amat	teur sports. – A sporting competition that is not a professional sp	oort.
27			giate sport, or youth sport. This term includes domestic, internation	
28		and C	Dlympic sporting competitions.	
29	<u>(3)</u>	-	equivalent An asset convertible to cash for use in connection v	with
30		autho	prized sports wagering that includes all of the following:	
31		<u>a.</u>	Foreign currency and coin.	
32		<u>b.</u>	Personal checks and drafts.	
33		<u>C.</u>	Digital, crypto, and virtual currencies.	
34 35		<u>d.</u>	<u>Online and mobile payment systems that support online mo</u> transfers.	mey
35 36		<u>e.</u>	Credit cards and debit cards.	
20		<u><u>v.</u></u>		



1

	General Assem	bly Of North Carolina	Session 2021
1		<u>f.</u> A prepaid access instrument.	
2		g. Any other form approved by the Commission.	
3	<u>(4)</u>	College sports. – An athletic or sporting competition in v	which at least one
4		participant is a team or contestant competing on beh	
5		sponsorship of a public or private institution of post-second	
6	<u>(5)</u>	Covered services. – Any service that involves the operation	
7	<u>(0)</u>	control of sports wagers authorized by this Article, includin	
8		or operation of the sports wagering platform and the prov	
9		line information, excluding the following:	ision of oddo und
10		<u>a.</u> Payment processing and similar financial services.	
11		b. Customer identity, age verification, and geolocation	n services.
12		c. <u>Streaming or other video and data that does not in</u>	
13		information.	
14		<u>d.</u> <u>Telecommunications, internet service provider, a</u>	and other similar
15		services not specifically designed for sports wagering	
16		e. Other goods or services not specifically designed for	
17		with sports wagering.	
18	<u>(6)</u>	Electronic sports Any video game played competitive	ely for spectators,
19		either in-person or via remote connection, in which su	uccess principally
20		depends upon the superior knowledge, training, experience	, and adroitness of
21		the participants.	
22	<u>(7)</u>	Gross wagering revenue The total of all cash or cash eq	uivalents received
23		by an interactive sports wagering operator as sports wagers	s authorized under
24		this Article.	
25	<u>(8)</u>	Interactive sports wagering operator The holder of an	interactive sports
26		wagering license issued by the Commission.	
27	<u>(9)</u>	Key person. – An officer or director of an interactive sports	
28		who is directly involved in the operation, management, or	-
29		wagering authorized under this Article, or who exercises su	
30		or control over the interactive sports wagering operator'	s sports wagering
31		activities.	
32	<u>(10)</u>	Official league data Statistics, results, outcomes, and oth	
33		a sporting event obtained pursuant to an agreement with t	±
34		governing body or an entity expressly authorized by the	<u>ne relevant sports</u>
35	(1.1)	governing body to provide such data.	
36	<u>(11)</u>	Professional sports. – An athletic or sporting competition	
37	(10)	two competitors who receive compensation for participatin	-
38	<u>(12)</u>	Registered player. – An individual who has established a	<u>n account with an</u>
39 40	(12)	interactive sports wagering operator.	
40	<u>(13)</u>	<u>Service provider. – A business entity that provides cover</u>	
41 42	(14)	interactive sports wagering operator and holds a service pro	
42 43	<u>(14)</u>	<u>Sporting event. – Professional sports, college sports, elec</u>	
43 44	(15)	<u>amateur sports, and any other event approved by the Comn</u> Sports facility. – A facility that hosts professional sports and	
45	<u>(13)</u>	seating capacity of 17,000 people.	nu nas a minimum
46	<u>(16)</u>	Sports governing body. – An organization headquartered in	the United States
40 47	(10)	and proscribes final rules with respect to a sporting event	
48		code of conduct for participants therein.	t and entorees the
49	<u>(17)</u>	Sports wagering brand. – The names, logos, and brands	that an interactive
50	(17)	sports wagering operator advertises, promotes, or otherwise	
50 51		public displaying its sports wagering platform.	e noras out to the
<i></i>		puerre displaying his sports wagering platorini.	

Gen	eral Assem	bly Of North Carolina	Session 2021
	(18)	Sports wagering platform A website, mobile	application, or other
		interactive platform accessible via the internet, mob	
		communication technology that a registered player n	
		wagers authorized under this Article.	• • •
	<u>(19)</u>	Sports wager or sports wagering Placing of wage	ers on any portion of a
		sporting event, or on the individual performance sta	• •
		sporting event or combination of sporting events, by a	ny system or method of
		wagering, that may include in-person, over the intern	et through websites, or
		mobile devices. The term also includes single-game	wagers, teaser wagers,
		parlays, over-under, moneyline, pools, exchange	e wagering, in-game
		wagering, in-play wagers, proposition wagers, and str	aight wagers.
	(20)	Tier one sports wager A sports wager that is determ	nined solely by the final
		score or final outcome of the sporting event and is pla	ced before the sporting
		event has begun.	
	(21)	<u>Tier two sports wager. – Any sports wager that is not</u>	a tier one sports wager.
	(22)	Tribal gaming enterprise The business entity esta	ablished by a federally
		recognized Indian tribe that is authorized to condu	ct Class III games, as
		defined by the federal Indian Gaming Regulatory Ac	ct, 25 U.S.C. § 2701 et
		seq., in this State and any technology and sports wag	ering brand partners of
		that business entity.	
	(23)	Youth sports. – An event in which the majority of pa	rticipants are under the
		age of 18 or are competing on behalf or under the spor	nsorship of one or more
		public or private preschool, elementary, middle, or s	secondary schools. The
		term does not include professional sports or events	s that occur under the
		sponsorship or oversight of national or international	athletic bodies that are
		not educational institutions and that include participan	nts both over and under
		the age of 18.	
" <u>§ 1</u>		ithorization of sports wagering generally.	
-		vithstanding any provision of Article 37 of Chapter 14 of	
		as authorized by this Article shall not be considered unla	<u>awful.</u>
		ing in this Article shall apply to any of the following:	
	<u>(1)</u>	Pari-mutuel sports wagering on horse racing as author	
	<u>(2)</u>	Fantasy or simulated games or contests in which or	<b>- -</b>
		compete against each other and winning outcom	
		knowledge and skill of the participants and are determ	
		accumulated statistical results of the performance of in	ndividuals or athletes.
<u>.</u>		ing in this Article shall authorize any of the following:	
	<u>(1)</u>	Sports wagering involving youth sports.	
	<u>(2)</u>	Sports wagering on the occurrence of any of the follow	<u>wing:</u>
		<u>a. Injuries.</u>	
		<u>b.</u> <u>Penalties.</u>	
		<u>c.</u> <u>The outcome of disciplinary proceedings again</u>	ainst a participant in a
		sporting event.	
		<u>d.</u> <u>The outcome of replay reviews.</u>	
	<u>(3)</u>	The Commission serving as an operator of a sports wa	
		n request and with reasonable notice, the Commission	
		e authority to audit any interactive sports wagering	-
-		ted to sports wagering activities authorized under this A	
-		sports governing body on whose sporting events sports	
		ay enter into commercial agreements with interactive sp	<b>U U 1</b>
	.1	in which the sports governing body may share in the a	mount hat from anorta

#### **General Assembly Of North Carolina** Session 2021 1 wagering on sporting events of the sports governing body. A sports governing body is not 2 required to obtain a license or any other approval from the Commission to lawfully accept such 3 amounts. 4 "§ 18C-903. Reserved for future codification purposes. 5 "§ 18C-904. Interactive sports wagering license. 6 It shall be unlawful for any person to offer or accept sports wagers in this State without (a) 7 a valid interactive sports wagering license. Except as provided in G.S. 18C-928, the Commission 8 shall authorize at least 10, but not more than 12, interactive sports wagering operators to offer 9 and accept sports wagers to and from registered players on sporting events, which shall include 10 any of the following: 11 (1)Professional sports. 12 College sports. (2)13 (3) Electronic sports. 14 (4)Amateur sports. 15 (5)Any other event approved by the Commission. 16 The Commission shall review and issue sports wagering licenses to qualified (b) 17 applicants. The applicant shall complete and submit an application on a form prescribed by the Commission and a licensing fee of five hundred thousand dollars (\$500,000). If the application 18 19 is denied, the licensing fee shall be refunded, minus any expenses the Commission incurs in 20 reviewing the application. 21 (c) The application shall set forth all of the following: 22 The proposed initial business plan, including the range of contemplated types (1)23 and modes of sports wagering. The proposed measures to address age and identity verification and 24 (2)25 geolocation requirements. The proposed internal controls that will prevent ineligible persons from 26 (3) 27 participating in sports wagering. 28 (4)A documented history of working to prevent compulsive gambling, including 29 training programs for its employees. 30 A written information security program detailing information security (5)governance and the designation of a chief security officer or equivalent. 31 32 The proposed sports wagering brand that the applicant plans to hold out to the (6) 33 public displaying its sports wagering platform. 34 (7)Any personal information the Commission may deem necessary concerning 35 the applicant's key persons. 36 Any other information the Commission may deem necessary. (8) 37 The Commission shall conduct a background investigation on the applicant and key (d) 38 persons as deemed necessary by the Commission. The background investigation shall include a 39 credit history check, a tax record check, and a criminal history record check. The Commission 40 may, in its discretion, accept the results of such prior check and an affidavit that there has been no change in criminal history since the prior check from an applicant or key person who has 41 42 submitted to a criminal history record check in this or any other state within the previous 12 43 months. The Commission may not award a license to any applicant who has been convicted, or 44 a key person of the applicant has been convicted, of a felony or any gambling offense in any state or federal court of the United States within 10 years of application or renewal. 45 An applicant and key person for licensure shall consent to a criminal history record 46 (e) 47 check. Refusal to consent to a criminal history record check may constitute grounds for the 48 Commission to deny licensure. The Commission shall grant or <u>deny all applications under this section. The grounds</u> 49 (f)50 for denial of an interactive sports wagering license shall be the same as in G.S.18C-906(g). If there are more qualified applicants than the number of interactive sports wagering operators 51

	General Assemb	bly Of North Carolina Session 2021
1	authorized under	subsection (a) of this section, the Commission shall select the best qualified
2	applicants taking	into consideration the following factors:
3	<u>(1)</u>	The contents of the application submitted in accordance with this section.
4	$\overline{(2)}$	The extent to which the applicant demonstrates past experience, financial
5		viability, compliance with applicable laws and regulations in other
6		jurisdictions, and success with sports wagering operations in other
7		jurisdictions.
8	<u>(3)</u>	The extent to which the applicant is able to meet the duties of an interactive
9		sports wagering operator.
10	<u>(4)</u>	The amount of adjusted gross revenue and associated tax revenue that an
11		applicant is projected to generate.
12	(5)	Any other factors the Commission deems relevant.
13		son holding a license to engage in sports wagering, on the basis of comparable
14		ments issued to that person by a proper authority by another state or territory of
15		s or the District of Columbia if that jurisdiction's requirements for licensure,
16		registration are substantially equivalent to or exceed the requirements of this
17		the opinion of the Commission otherwise meets the requirements of this Article
18		ed evidence may, upon application, be licensed as an interactive sports wagering
19	-	further examination. The Commission may also accept another jurisdiction's or
20	-	arty's testing of the interactive sports wagering platform as evidence that the
21	- <u>-</u> - <u>-</u> - <u>-</u>	platform meets any requirements mandated by the Commission.
22		Commission shall review and issue interactive sports wagering licenses to
23		nts within 60 days of receipt of a completed application. Any denial shall be in
24		the grounds therefor.
25	(i) Notw	ithstanding Chapter 132 of the General Statutes or any other provision of law,
26	only the following	ng documents under this section shall be a public record, with respect to each
27	applicant and eac	ch interactive sports wagering operator:
28	<u>(1)</u>	The name, address, and sports wagering platform.
29	<u>(2)</u>	The name of all key persons.
30	<u>(3)</u>	The documented history of working to prevent compulsive gambling,
31		including training programs for its employees.
32	<u>(4)</u>	The proposed sports wagering brand that the applicant plans to hold out to the
33		public displaying its sports wagering platform.
34	<u>(5)</u>	Whether the Commission granted or denied the application.
35	(j) Each	interactive sports wagering operator shall promptly report all criminal or
36	disciplinary proc	ceedings commenced against that interactive sports wagering operator in
37	connection with	its operations to the Commission.
38	" <u>§ 18C-905.</u> Res	served for future codification purposes.
39	" <u>§ 18C-906. Ap</u>	plications for service provider licenses.
40	(a) It sha	Il be unlawful for any person to provide covered services to any interactive
41	sports wagering	operator in this State without a valid service provider license. An interactive
42	sports wagering of	operator who provides covered services in-house shall not be required to have a
43	service provider	license in addition to the interactive sports wagering operator license.
44	<u>(b)</u> <u>The</u>	Commission shall review and issue service provider licenses to qualified
45	- <b>1</b> - <b>1</b>	n 60 days of receipt of a completed application. Any denial shall be in writing
46		ands therefor. The applicant shall complete and submit an application on a form
47	prescribed by the	e Commission and a licensing fee of twenty-five thousand dollars (\$25,000).
48		pplication shall set forth all of the following:
49	<u>(1)</u>	The background in sports wagering or the covered service.
50	<u>(2)</u>	All experience with sports wagering or other wagering activities in other
51		jurisdictions, including the applicant's history, reputation of integrity and

	General Assem	bly Of North Carolina	Session 2021
1		compliance, and a list of all active and inactive li	censes, certifications, or
2		registrations and reasons for inactivity, if applicable.	
3	<u>(3)</u>	A written information security program, detailing	ng information security
4		governance and the designation of a chief security of	fficer or equivalent.
5	<u>(4)</u>	Any personal information the Commission may dee	em necessary concerning
6		the applicant's key persons.	
7	<u>(5)</u>	Any other information the Commission may deem no	ecessary.
8	<u>(d)</u> <u>The C</u>	Commission shall conduct a background investigation	on the applicant and key
9	persons as deem	ed necessary by the Commission. The background inve	estigation shall include a
10	credit history ch	eck, a tax record check, and a criminal history record	check. The Commission
11	may, in its discre	etion, accept the results of such prior check and an affi	davit that there has been
12		minal history since the prior check from an applicant	
13	submitted to a c	riminal history record check in this or any other state	e within the previous 12
14	months. The Con	mmission may not award a license to any applicant wh	o has been convicted, or
15		he applicant has been convicted, of a felony or any gam	
16		of the United States within 10 years of application or re	
17		oplicant and key person for licensure shall consent to	
18		o consent to a criminal history record check may co	onstitute grounds for the
19	Commission to c	•	
20	· · · · ·	rson holding a service provider license or its equi	
21		ising requirements issued to that person by a proper aut	
22		Jnited States or the District of Columbia if that jurisd	
23		cation, or registration are substantially equivalent to or	-
24		d who, in the opinion of the Commission otherwise m	-
25		l upon verified evidence may, upon application, be licer	ised as a service provider
26	without further e		
27		nds for denial of a license may include the following:	udanthia Antiala
28 29	$\frac{(1)}{(2)}$	The applicant is unable to satisfy the requirements up The applicant or any key persons are not of goo	
29 30	<u>(2)</u>	integrity.	d character, nonesty of
31	<u>(3)</u>	The applicant's or any key person's prior activities, cri	minal record reputation
32	<u>(5)</u>	or associations indicate any of the following:	<u>initial record, reputation,</u>
33		<u>a.</u> <u>A potential threat to the public interest.</u>	
34		b. Impede the regulation of sports wagering.	
35		c. Promote unfair or illegal activities in the con-	duct of sports wagering
36	(4)	The applicant or a key person knowingly makes a fa	1 0
37	<u></u>	fact or deliberately fails to disclose information reque	
38	<u>(5)</u>	The applicant or a key person knowingly fails to con	-
39	<u>,,,,</u>	of this Article or any requirements of the Commission	
40	(6)	The applicant or a key person was convicted of a f	
41	<u></u>	turpitude, or any criminal offense involving disho	•
42		within the 10 years prior to the submission date of the	
43	<u>(7)</u>	Any revocation, suspension, or denial of the app	
44	<u> </u>	license, certification, or registration to conduct spor	
45		of gambling activity, or a covered service issued by	
46	(8)	The applicant has defaulted on any obligation or deb	
47		ithstanding any other provision of law, only the follow	
48		a public record, with respect to each applicant and	
49	wagering operate	<u>Dr:</u>	
50	<u>(1)</u>	The name, address, and sports wagering platform.	
51	<u>(2)</u>	The name of all key persons.	

	General Assem	ably Of North Carolina	Session 2021
1	(3)	Whether the Commission granted or denied the application.	
2	(i) Each	n service provider shall promptly report all criminal or disciplin	ary proceedings
3		ainst that service provider in connection with its operations to the	
4		eserved for future codification purposes.	
5		enewals of licenses.	
6		license issued pursuant to this Article shall be valid for five yea	rs.
7		east 60 days prior to the expiration of a license, the license hold	
8		tion, on a form prescribed by the Commission, including a rer	
9		nd dollars (\$100,000) for an interactive sports wagering license a	
10		)) for a service provider license.	
11		Commission may deny a license renewal for any of the following	g reasons:
12	(1)	The same grounds that would constitute denial of an initial a	
13	<u>, , , , , , , , , , , , , , , , , , , </u>	<u>G.S. 18C-906(g).</u>	
14	<u>(2)</u>	A violation of this Article.	
15	$\frac{(2)}{(3)}$	With respect to interactive sports wagering operators, the Co	ommission finds
16	<u>(0)</u>	good cause to believe approval of another applicant would	
17		objectives of this Article in generating revenue for the Stat	
18		public interest, and otherwise satisfying the criteria for is	
19		additional licenses are to be available under G.S. 18C-904(a)	
20	"8 <b>18C-909</b> . R	eserved for future codification purposes.	÷
21		uties of interactive sports wagering operators.	
22		interactive sports wagering operator and its service provid	lers shall make
23		easonable efforts to do all of the following:	
24	(1)	Prevent persons who are not registered players from placing	g sports wagers
25		through its sports wagering platform.	<u> </u>
26	<u>(2)</u>	Prevent persons who are not physically located in the State	from placing a
27		wager through its sports wagering platform.	<u>.</u>
28	<u>(3)</u>	Protect the confidential information of registered players	using its sports
29		wagering platform.	• •
30	<u>(4)</u>	Prevent sports wagering on prohibited events set forth in the	his Article or as
31		otherwise determined by the Commission.	
32	<u>(5)</u>	Prevent persons from placing sports wagers as agents or prov	ties for others.
33	<u>(6)</u>	Allow persons to voluntarily exclude themselves under G.S.	S. 18C-112 from
34		placing sports wagers through its sports wagering platform as	s set forth in this
35		Article.	
36	<u>(7)</u>	Establish procedures to detect suspicious or illegal sports wa	<u>gering activity.</u>
37	<u>(8)</u>	Provide for the reporting of income tax of registered players	where required
38		by applicable State or federal law.	
39	<u>(9)</u>	Prevent a participant in a sporting event, including an athlete	e, coach, trainer,
40		official, or any employee or staff of a participant from placin	<u>g a sports wager</u>
41		on that sporting event in which the participant is participating	<u>.</u>
42	<u>(b)</u> <u>For</u>	three years after a sporting event occurs, interactive sports wa	gering operators
43	<u>shall maintain r</u>	ecords on:	
44	<u>(1)</u>	All sports wagers, including the identity of the registered pla	<u>yer.</u>
45	<u>(2)</u>	The amount, type, time, location, and outcome of the wager,	including the IP
46		address, if available.	
47	<u>(3)</u>	Suspicious or illegal sports wagering activity.	
48		interactive sports wagering operator shall disclose the record	ds described in
49		) to the Commission upon request.	
50		sports governing body has notified the Commission that real-t	
51	sharing for spor	ts wagers placed on its sporting events is necessary, interactive	sports wagering

# General Assembly Of North Carolina

1	operators shall sl	hare with that sports governing body or its designee in real time, at the account
2	level, anonymize	ed information regarding a wagerer, amount and type of wager, the time the
3	wager was place	d, the location of the wager, and the IP address if applicable, outcome of the
4	wager, and recon	ds of abnormal sports wagering activity. For purposes of this subsection, real
5	time means on a	commercially reasonable periodic interval, but in any event, not less than once
6	every 72 hours.	
7	(e) In ad	vertising its sports wagering platform, the interactive sports wagering operator
8	shall ensure that	its advertisements meet all of the following:
9	<u>(1)</u>	It does not target persons under the age of 21.
10	<u>(2)</u>	It discloses the identity of the interactive sports wagering operator.
11	<u>(3)</u>	It provides information about or links to resources related to gambling
12		addiction and prevention.
13	<u>(4)</u>	It is not misleading to a reasonable person.
14	(f) Intera	ctive sports wagering operators shall conduct background checks on newly
15	hired employees.	The interactive sports wagering operator shall also conduct a single background
16	check on employ	yees as of the date of licensure. Background checks shall search for criminal
17	history and any	charges or convictions involving corruption or manipulation of sporting events
18	and association v	vith organized crime.
19	(g) Intera	ctive sports wagering operators shall employ commercially reasonable methods
20		security of wagering data, registered player and other customer data, and any
21	other confidentia	l information, including information provided by a sports governing body, from
22	unauthorized acc	cess and dissemination. Nothing in this subsection shall preclude the use of
23	internet or cloud	-based hosting of such data and information or disclosure as required by State
24	or federal law or	a court order.
25	" <u>§ 18C-911.</u> Re	served for future codification purposes.
26	" <u>§ 18C-912.</u> Est	tablishment of interactive accounts.
27	(a) Only	a magistaned player shall be name itted to demosit each or each any inclusion on to
	(a) Only	a registered player shall be permitted to deposit cash or cash equivalents, or to
28		wager, with an interactive sports wagering operator. The interactive sports
	place a sports v	
28	place a sports wagering operate	wager, with an interactive sports wagering operator. The interactive sports
28 29	place a sports w wagering operate that the registere	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring
28 29 30 31 32	place a sports w wagering operate that the registere (b) <u>A reg</u> interactive sports	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age. gistered player may not have more than one interactive account with each swagering operator.
28 29 30 31	place a sports w wagering operate that the registere (b) <u>A reg</u> interactive sports	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age. gistered player may not have more than one interactive account with each
28 29 30 31 32	place a sports w wagering operate that the registere (b) <u>A reg</u> interactive sports	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age. gistered player may not have more than one interactive account with each swagering operator.
28 29 30 31 32 33	place a sports w wagering operate that the registere (b) A reg interactive sports (c) All of	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age. gistered player may not have more than one interactive account with each a wagering operator. If the following persons are prohibited from engaging in sports wagering:
28 29 30 31 32 33 34	place a sports w wagering operate that the registere (b) <u>A reg</u> interactive sports (c) <u>All of</u> (1)	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age. gistered player may not have more than one interactive account with each wagering operator. If the following persons are prohibited from engaging in sports wagering: <u>Any person under the age of 21.</u>
28 29 30 31 32 33 34 35	place a sports w wagering operate that the registere (b) <u>A reg</u> interactive sports (c) <u>All of</u> (1)	wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age. gistered player may not have more than one interactive account with each swagering operator. If the following persons are prohibited from engaging in sports wagering: Any person under the age of 21. Any person who has requested and not revoked a voluntary exclusion
28 29 30 31 32 33 34 35 36	place a sports w wagering operator that the registere (b) <u>A reg</u> interactive sports (c) <u>All of</u> (1) (2)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each swagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> </ul>
28 29 30 31 32 33 34 35 36 37	place a sports w wagering operator that the registere (b) <u>A reg</u> interactive sports (c) <u>All of</u> (1) (2)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each swagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in</li> </ul>
28 29 30 31 32 33 34 35 36 37 38	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each swagering operator.</li> <li>If the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each swagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each swagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4) (5)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each 5 wagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive sports wagering operator.</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4) (5)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive sports wagering operator.</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4) (5)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive sports wagering operator.</li> <li>With respect to a sporting event, any participant in that sporting event, including an athlete, coach, trainer, official, or any employee or staff of a</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4) (5)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>f the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive sports wagering operator.</li> <li>With respect to a sporting event, any participant in that sporting event, including an athlete, coach, trainer, official, or any employee or staff of a participant, when placing a sports wager on that sporting event in which that</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4) (5) (6)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>If the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive sports wagering operator.</li> <li>With respect to a sporting event, any participant in that sporting event, including an athlete, coach, trainer, official, or any employee or staff of a participant is participating.</li> </ul>
28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48	place a sports w wagering operator that the registere (b) A reg interactive sports (c) All of (1) (2) (3) (4) (5) (6)	<ul> <li>wager, with an interactive sports wagering operator. The interactive sports or is responsible for verifying the identity of the registered player and ensuring d player is at least 21 years of age.</li> <li>gistered player may not have more than one interactive account with each a wagering operator.</li> <li>If the following persons are prohibited from engaging in sports wagering:</li> <li>Any person under the age of 21.</li> <li>Any person who has requested and not revoked a voluntary exclusion designation from sports wagering pursuant to G.S. 18C-922.</li> <li>Any person who has been adjudicated by law as prohibited from engaging in sports wagering.</li> <li>Any member, officer, or employee of the Commission if placing a sports wager in this State.</li> <li>Any employee or key person of an interactive sports wagering operator or service provider license when placing sports wagers with that interactive sports wagering operator.</li> <li>With respect to a sporting event, any participant in that sporting event, including an athlete, coach, trainer, official, or any employee or staff of a participant is participating.</li> <li>Any employees or staff of a sports governing body or authorizing league or</li> </ul>

General	Assem	bly Of North Carolina	Session 2021
<u>(d)</u>	An ir	nteractive account shall meet all of the following require	ements:
<u></u>	(1)	Be registered in the name of the registered player, where the registered player is the registered player.	
	(2)	Be established through the interactive sports way	■
		wagering platform.	
	(3)	Be funded with cash or cash equivalents online or pla	ced at a sports facility as
		provided in G.S. 18C-926(a).	1
	(4)	Prohibit the transfer or sale of an account or account	balance.
	(5)	Prohibit the use of any virtual private network or ot	her technology that may
		obscure or falsify the registered player's physical location	
	(6)	Prohibit any form of collusion, cheating, or other unl	
	$\overline{(7)}$	Affirm that the registered player meets all eligi	•
	<u> </u>	registration.	ý <u>1</u>
	<u>(8)</u>	Authorize the provision of notices and other required	d communications either
	<u> </u>	through a designated mobile or other interface or to a	
		designated by the registered player.	
(e)	The	interactive sports wagering operator shall put in place	e sufficient measures to
		and identity of the registered player needed to allo	
-	-	ints remotely.	
(f)		nteractive account held by a registered player in this Sta	ate may be suspended or
terminate		e interactive sports wagering operator under any of the	
	(1)	The registered player has provided any false or mi	isleading information in
		connection with the opening of the account, or ha	s engaged in collusion,
		cheating, or other unlawful conduct.	
	(2)	The registered player is barred from placing sports w	agers in the State.
	(3)	The registered player is or otherwise becomes ine	•
		Article.	• •
	(4)	For any other reason at the sole discretion of the interview.	eractive sports wagering
		operator, provided that it is not on the basis of a reg	
		believed sex, gender identity, race, religion, i	
		orientation, or other lawfully protected characteristic	-
(g)	In the	e event of termination of the interactive account in acco	
the regist		layer shall be provided a timely ability to access a	
remaining	g in the	interactive account.	•
" <u>§ 18C-9</u>	13. Re	served for future codification purposes.	
" <u>§ 18C-9</u>	14. Int	tegrity of competition and prohibited events.	
(a)		orts governing body may submit to the Commission	in writing a request to
restrict, li	mit, o	r exclude a certain type, form, or category of sports v	vagering with respect to
sporting a	events	of such body, if the sports governing body believes t	that such type, form, or
category	of spor	rts wagering with respect to sporting events of such b	ody may undermine the
integrity (	or perc	eived integrity of such body or sporting events of such	body. The Commission
ah all maay	lest co	mment from sports wagering operators on all such red	quests. After giving due
snan requ	tion to	all comments received, the Commission shall, upon a	a demonstration of good
-	m tha	requestor that such type, form, or category of sport	a wagaring is likely to
considera	m the		s wagering is likely to
consideration cause from		ntegrity or perceived integrity of such body or sporting ev	
considera cause fro undermin	e the ir	ntegrity or perceived integrity of such body or sporting er Commission shall respond to a request concerning a pa	vents of such body, grant
considera cause fro undermin the reques	<u>e the in</u> st. The		vents of such body, grant articular event before the
considera cause fro undermin the reques start of the	e the in st. The e event	Commission shall respond to a request concerning a pa	vents of such body, grant articular event before the event, no later than seven
considera cause fro undermin the reques start of the days after	e the in st. The e event the re	Commission shall respond to a request concerning a part, or if it is not feasible to respond before the start of the e	vents of such body, grant articular event before the event, no later than seven requestor is more likely
considera cause fro undermin the reques start of the days after than not to	e the in st. The e event the re o preva	Commission shall respond to a request concerning a part, or if it is not feasible to respond before the start of the equest is made. If the Commission determines that the	vents of such body, grant articular event before the event, no later than seven requestor is more likely est, the Commission may
considera cause fro undermin the reques start of the days after than not to provision	e the in st. The e event the re p preva ally gra	Commission shall respond to a request concerning a part, or if it is not feasible to respond before the start of the equest is made. If the Commission determines that the til in successfully demonstrating good cause for its request	vents of such body, grant articular event before the event, no later than seven requestor is more likely est, the Commission may commission makes a final

	General Assem	bly Of North Carolina	Session 2021
1	wagering on spo	rting events that are the subject of such a requ	lest during the pendency of the
2	Commission's co	onsideration of the applicable request.	
3	(b) The	Commission and interactive sports wagering	operators shall cooperate with
4	investigations co	onducted by sports governing bodies or law en	nforcement agencies, including
5	using commercia	ally reasonable efforts to provide or facilitate the	he provision of sports wagering
6	information. All	disclosures under this section are subject to	an interactive sports wagering
7	operator's obliga	tions to comply with all federal, State, and local	laws and regulations, including
8	those relating to	privacy and personally identifiable information	<u>.</u>
9	(c) Intera	active sports wagering operators are not require	ed to use official league data for
10	determining any	of the following:	
11	<u>(1)</u>	The results of tier one sports wagers on spor	rting events of any organization
12		whether headquartered in the United States or	r elsewhere.
13	<u>(2)</u>	The results of tier two sports wagers on sport	ting events of organizations that
14		are not headquartered in the United States.	
15	<u>(d)</u> <u>A spo</u>	orts governing body may notify the Commission	that it desires interactive sports
16		ors to use official league data to settle tier two s	
17		overning body. Such notification shall be made	
18		y require. The Commission shall notify each inte	
19		rning body's notification within five days of th	-
20		sports governing body does not so notify the Co	• • • • •
21		or is not required to use official league data fo	
22		rs on sporting events of such sports governing b	-
23		in 60 days of the Commission notifying each	
24	operator of such a sports governing body notification to the Commission, or such longer period		
25		ed between the sports governing body and the	1 1 I I I I I I I I I I I I I I I I I I
26		or, interactive sports wagering operators shall	
27 28		sults of tier two sports wagers on sporting event following apply:	is of that sports governing body,
28 29	(1)	<u>The sports governing body or its designee ca</u>	annot provide a feed of official
29 30	<u>(1)</u>	league data to determine the results of a pa	-
31		wager, in which case interactive sports wager	•••
32		use official league data for determining the r	• •
33		sports wager until such time as such a data for	
34		sports governing body on commercially reaso	
35	(2)	An interactive sports wagering operator can	-
36		that the sports governing body or its designee	
37		league data to the interactive sports wager	-
38		reasonable terms and conditions.	
39	<u>(3)</u>	The sports governing body or its designee do	bes not obtain a license from the
40	<del></del>	Commission to provide official league data	
41		operators to determine the results of tier two s	
42		required by law.	• • •
43	(f) Durir	ig the pendency of the Commission's determ	ination as to whether a sports
44		or its designee will provide a feed of officia	
45	reasonable terms	s, an interactive sports wagering operator is not	t required to use official league
46	data for determin	ning the results of tier two sports wagers. The Co	ommission's determination shall
47	be made within	60 days of the interactive sports wagering oper	rator notifying the Commission
48		demonstrate that the sports governing body or	• •
49		eague data to the sports wagering operator on a	•
50	The following is	s a non-exclusive list of factors the Commissi	ion may consider in evaluating

	General Assem	oly Of North Carolina	Session 2021
1	whether official	league data is being offered on commercially reasonable	terms and conditions
2	for purposes of t	his subsection and subsections (d) and (e) of this section:	
3	(1)	The extent to which interactive sports wagering operato	rs have purchased the
4		same or similar official league data on the same or simi	-
5		in jurisdictions where such purchase was not required by	
6		by law, but only if offered on commercially reasonable	· •
7	<u>(2)</u>	The nature and quantity of the official league data,	
8		accuracy, reliability, and overall quality, as comp	
9		non-official data.	<u>.</u>
0	(3)	The quality and complexity of the process used to coll	ect and distribute the
1		official league data as compared to comparable non-offi	
2	<u>(4)</u>	The availability of a sports governing body's tier two of	
3	<u></u>	sports wagering operator from more than one authorized	-
4	<u>(5)</u>	Market information, including price and other terms and	
5	<u></u>	the purchase by interactive sports wagering operators o	
6		the purpose of settling sports wagers in this State and ot	-
7	(6)	The extent to which sports governing bodies or their desi	-
8		used to settle tier two sports wagers available to intera	
9		operators and any terms and conditions relating to the u	
20	<u>(7)</u>	Any other information the Commission deems relevant.	
21	(g) Intera	ctive sports wagering operators shall, as soon as pract	ticable, report to the
22	Commission any	information relating to abnormal betting activity or patter	erns that may indicate
23	a concern with t	he integrity of a sporting event or events, or any other co	onduct that corrupts a
24	sports wagering	outcome of a sporting event or events for purposes of fina	ancial gain, including
25		he interactive sports wagering operator making such	-
26		eport such information to the relevant sports governing bo	<u>ody.</u>
27		served for future codification purposes.	
28		vil penalties; suspension and revocation of licenses.	
.9		ission determines that the holder of a license under this An	
0		Article, the Commission, with at least 15 days' notice a	nd a hearing, may do
1	either or both of	• • • • • • • • • • • • • • • • • • •	
2	$\frac{(1)}{(2)}$	Suspend or revoke the license.	
3	<u>(2)</u>	Impose a monetary penalty of not more than ten thous	and dollars (\$10,000)
4	"8 10C 017 Da	for each violation.	
35		served for future codification purposes.	
36 37		iminal penalties. Derson who knowingly offers or engages in sports wagering	ng in violation of this
38		uilty of a Class 2 misdemeanor.	ing in violation of this
39	-	person under the age of 21 who engages in sports wagering	as defined under this
,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		guilty of a Class 2 misdemeanor.	<u>s as defined under unis</u>
1	-	person who knowingly attempts to suborn, collude, or o	otherwise conspire to
12		come of any competition or aspect of any competition that	-
13		nt to this Article shall be guilty of a Class G felony.	
14		applicant for an interactive sports wagering license or a se	rvice provider license
15		rnishes, supplies, or otherwise gives false information on	÷
6		application shall be guilty of a Class I felony.	<u> </u>
7		ing in this Article shall be construed to allow the interaction	ctive sports wagering
8		rvice providers to be charged with violation of this Articl	
.9	-	hat a registered player is under age or giving false informa	
0		served for future codification purposes.	
51	" <u>§ 18C-920.</u> Ta	<u>x.</u>	

### **General Assembly Of North Carolina** Session 2021 1 There shall be imposed a tax of eight percent (8%) on the adjusted gross revenue of (a) 2 each interactive sports wagering operator. The tax imposed pursuant to this section is due 3 monthly to the Commission and shall be remitted on or before the twentieth day of the next 4 succeeding calendar month. If the interactive sports wagering operator's accounting practices 5 necessitate corrections to a previously remitted tax, the interactive sports wagering operator shall 6 document such corrections when the interactive sports wagering operator pays the following 7 month's taxes. 8 If the interactive sports wagering operator's adjusted gross revenue for a month is a (b) 9 negative number, the interactive sports wagering operator may carry over the negative amount 10 to a remission required under subsection (a) of this section within 12 months and deduct such 11 amount from its tax liability for that month. After reimbursement of expenses in implementing its responsibilities under this 12 (c) 13 Article and payments as provided in subsection (d) of this section, the Commission shall remit 14 all tax payments collected pursuant to this section and all license fees collected pursuant to this Article to the Department of Revenue. The Commission shall document all expenses for which 15 16 deduction from the payments owed is asserted, which documentation shall be subject to audit by 17 the State. 18 (d) The Commission shall remit fifty percent (50%) of the tax collected in subsection (a) 19 of this section to the North Carolina Major Events, Games, and Attractions Fund established 20 under G.S. 143A-437.112. 21 Interactive sports wagering operators shall not be subjected to an excise tax, license (e) 22 tax, permit tax, privilege tax, amusement tax, or occupation tax that is imposed upon the 23 interactive sports wagering operator by the State or any political subdivision thereof, except as 24 provided in this Article. 25 The Commission shall provide all of the following to the Department of Revenue: (f) 26 A monthly report that includes a complete statement of sports wagering (1)27 revenues and expenses for the previous month. 28 (2)A complete statement of sports wagering revenues and expenses, along with 29 any recommendations for changes to this Article for the fiscal year, within 30 30 days of the end of that fiscal year. A copy shall also be provided to the State 31 Controller. 32 "§ 18C-921. Reserved for future codification purposes. 33 "§ 18C-922. Voluntary exclusion program. 34 Any individual shall be able to voluntarily exclude themselves from placing sports (a) 35 wagers through a voluntary exclusion program established by the Commission. Interactive sports 36 wagering operators shall use reasonable means to comply with exclusion of individuals 37 participating in the program by the Commission. 38 The Commission shall adopt rules to establish the voluntary exclusion program, (b) 39 which shall comply with all of the following: 40 Verification of the individual's request to be placed in the program, and for (1)41 how long, up to and including that individual's lifetime. 42 How information regarding which individuals are in the program is to be (2)43 disseminated to the interactive sports wagering operators. 44 How an individual in the program may petition the Commission for removal (3) 45 from the program. 46 (4) The means by which the interactive sports wagering operators and their agents 47 shall make all reasonable efforts to cease direct marketing efforts to 48 individuals participating in the program. 49 The means by which the Commission shall make available to all interactive (5) 50 sports wagering operators and their agents the names of the individuals 51 participating the program, which shall be at least quarterly.

General Assemb	oly Of 1	North Carolina	Session 2021
(c) Partic	ipation	in the voluntary exclusion prog	ram shall not preclude an interactive
sports wagering	operate	or and its agents from seeking th	e payment of a debt accrued by the
individual prior t	o partic	cipating in the program.	
_	-	for future codification purposes.	
" <u>§ 18C-924.</u> Ris			
			requiring, interactive sports wagering
			at offset loss or manage or lay off risk
			cle, including through liquidity pools,
-	-		sdiction in which the interactive sports
-		11 0	ther or other third party also holds a
			e protections are maintained to ensure
-		ilable to pay all registered players.	
		for future codification purposes.	
		public accommodation.	
			y may establish a place of public
		· · ·	ring platform through mobile devices,
			ly or with assistance. A place of public
-			d on the property containing the sports
			wner or operator of the sports facility
•		•	ports facility that is located within a
	-	of the sports facility.	
		-	may be advertised by the owner or
			all be construed to exempt a place of
-	-	from the provisions of any other la	
		for future codification purposes.	
"§ 18C-928. Ind	lian ga	ming; compliance with federal la	aw.
(a) All sp	oorts w	agering authorized under this Ar	ticle shall be initiated, received, and
otherwise made v	within t	this State unless otherwise determine	ned by the Commission in accordance
with applicable f	ederal	and State laws. Consistent with the	e intent of the United States Congress
as articulated in t	he Unl	awful Internet Gambling Enforcen	nent Act of 2006 (31 U.S.C. § 5361 et
seq), the intermed	diate ro	outing of electronic data relating to	intrastate sports wagering authorized
under this Article	e shall	not determine the location or loca	tions in which such sports wagers are
initiated, received	d, or ot	herwise made.	
(b) All ac	tivities	s authorized by this Article shall be	e deemed to be conducted solely under
the authority of the	his Art	icle and not under the federal India	an Gaming Regulatory Act, 25 U.S.C.
<u>§ 2701 et seq.</u>			
(c) <u>A trib</u>	-		n interactive sports wagering operator
(c) <u>A trib</u>	nce of a	all of the following:	
(c) <u>A trib</u> upon the occurrent (1)	nce of a <u>Subn</u>	all of the following: nission of a completed application	to the Commission.
(c) <u>A trib</u> upon the occurrent	nce of a Subn Paym	all of the following: nission of a completed application ment to the Commission of any app	
$\frac{(c)}{upon the occurrent} \frac{(1)}{(2)}$	nce of a Subn Payn in thi	all of the following: nission of a completed application nent to the Commission of any app is Article.	to the Commission. Dication and renewal fees as provided
(c) <u>A trib</u> upon the occurrent (1)	nce of a Subn Payn in thi Agree	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter	to the Commission.
$\frac{(c)}{upon the occurrent} \frac{A trib}{(1)}$	nce of a Subn Payn in thi Agree	all of the following: nission of a completed application nent to the Commission of any app is Article.	to the Commission. Dication and renewal fees as provided
$\frac{(c)}{upon the occurrent} \frac{A trib}{(1)}$	nce of a Subn Payn in thi Agree	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter mission: To adhere to the requirements	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the of this Article and to the regulations
$\frac{(c)}{upon the occurrent} \frac{(1)}{(2)}$	nce of a Subn Paym in thi Agree Com	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter mission: To adhere to the requirements	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the
(c) <u>A trib</u> upon the occurrent (1) (2)	nce of a Subn Paym in thi Agree Comm a.	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter mission: To adhere to the requirements adopted by the Commission wagering.	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the of this Article and to the regulations with respect to interactive sports
(c) <u>A trib</u> upon the occurrent (1) (2)	nce of a Subn Paym in thi Agree Com	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter- mission: To adhere to the requirements adopted by the Commission wagering. To submit to the Commission's	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the of this Article and to the regulations with respect to interactive sports s enforcement of this Article and any
(c) <u>A trib</u> upon the occurrent (1) (2)	nce of a Subn Paym in thi Agree Comm a.	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter mission: To adhere to the requirements adopted by the Commission wagering. To submit to the Commission's implementing of the rules, incl	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the of this Article and to the regulations with respect to interactive sports conforcement of this Article and any uding waiver of any applicable tribal
(c) <u>A trib</u> upon the occurrent (1) (2)	nce of a Subn Paym in thi Agree Comm a.	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter mission: To adhere to the requirements adopted by the Commission wagering. To submit to the Commission's implementing of the rules, incl sovereign immunity for the	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the of this Article and to the regulations with respect to interactive sports s enforcement of this Article and any
(c) <u>A trib</u> upon the occurrent (1) (2)	nce of a Subn Paym in thi Agree Comm a.	all of the following: nission of a completed application nent to the Commission of any app is Article. ement by the tribal gaming enter- mission: To adhere to the requirements adopted by the Commission wagering. To submit to the Commission's implementing of the rules, incl	to the Commission. Dication and renewal fees as provided prise, in a form as prescribed by the of this Article and to the regulations with respect to interactive sports s enforcement of this Article and any uding waiver of any applicable tribal sole and limited purpose of such

0	eneral Assemb	oly Of North Carolina	Session 2021
		<u>d.</u> <u>To not offer or conduct any interactive gamblin</u>	g other than the
		interactive sports wagering authorized by this	Article unless
		specifically otherwise authorized by law.	
		e. <u>To locate any server or other information technolog</u>	
		by the tribal gaming enterprise and its agents to	
		sports wagering authorized by this Article on land	
		lands and which, upon request, shall be accessible by	the Commission
		Department of Revenue and State law enforcement.	
		al gaming enterprise deemed an interactive sports wagering o	
		t count towards the total number of authorized interactive	sports wagering
<u>0</u>		State in accordance with G.S. 18C-904."	• • • • • •
		<b>FION 2.</b> Article 10B of Chapter 143B of the General Statut	es is amended by
ac	dding a Part to r		<b>1</b>
		t 2L. North Carolina Major Events, Games, and Attractions F	<u>una.</u>
<u>s</u>		). Legislative findings and purpose.	
	-	Assembly finds that: It is the policy of the State of North Coroline to stimulate	aconomia activity
	<u>(1)</u>	It is the policy of the State of North Carolina to stimulate	
		and to create new jobs for the citizens of the State by promoting the attraction of major events to the State that	
		activity by attracting out-of-state visitors to the State and t	-
		the travel and tourism industries within the State.	nereby promoting
	(2)	The purpose of this Part is to stimulate economic activity	and to create new
	<u>(2)</u>	jobs within the State.	
	(3)	The enactment of this Part will maintain consistency and a	ecountability in a
	<u>(5)</u>	key economic development program and will ensure that the	
		the State and its citizens.	
	<u>(4)</u>	Nothing in this Part shall be construed to constitute a guaran	tee or assumption
	<u></u>	by the State of any debt of any business or to authorize the ta	
		full faith and credit of the State to be pledged.	&F
"§	§ 143B-437.111	÷ •	
÷		g definitions apply in this Part:	
	(1)	Fund The North Carolina Major Events, Games, and	Attractions Fund
		established under G.S. 143B-437.112.	
	<u>(2)</u>	Local entity. – A city, county, or local organizing committee	e.
	<u>(3)</u>	Local organizing committee. – A nonprofit corporation of	r its successor in
		interest that satisfies one of the following conditions:	
		a. It has been authorized by a city, county, or more	than one city o
		county acting collectively to pursue an application	n and bid on the
		applicant's behalf to a site selection organization fe	or selection as the
		site of a major event.	
		b. With the authorization of a city, county, or more	than one city o
		county acting collectively, it has executed an agree	ement with a site
		selection organization regarding a bid to host a majo	
	<u>(4)</u>	Major event An entertainment, musical, political, spor	ting, or theatrica
		event that satisfies the following conditions:	
		<u>a.</u> <u>The event is held at a sports facility or is an event</u>	÷ •
		Ladies Professional Golf Association, the Prof	essional Golfers
		Association of America, the PGA Tour, or the U	nited States Gol
		Association of America, the PGA Tour, or the UAssociation.b.The event is not held more often than annually.	nited States Gol

Genera	l Assem	bly Of I	North Carolina	Session 2021
		<u>c.</u>	The location of the event is determined by a si	te selection organization
			through a competitive process.	
		<u>d.</u>	The site selection organization considered	multiple sites located
			outside of the State for the event.	
		<u>e.</u>	The site selection organization selected a site	e within this State as the
			sole location for the event.	
	<u>(5)</u>		election organization. – The organization respon	sible for determining the
			<u>f a major event.</u>	
	<u>(6)</u>	-	s facility. – As defined in G.S. 18C-901.	
			h Carolina Major Events, Games, and Attrac	
<u>(a)</u>			olished the North Carolina Major Events, Game	
		-	he Department. In order to foster job creation	
	•		ne Department may enter into multiparty agreer	
			entities to provide grants in accordance with the	
	-	<u>nto an a</u>	greement, the Department must find that all of	the following conditions
are met:	<u>·</u> (1)	Thoo	conomic activity directly or indirectly attributa	bla to the major avant is
	<u>(1)</u>		ient to justify the use of State funds to attract of	
		State.		<u>n retain the event in this</u>
	(2)		nticipated that the major event will provide pos	itive media exposure for
	<u>(2)</u>		tate, thereby supplementing the State's efforts	•
			m within the State.	s to promote traver and
	(3)		ite selection organization must have considered	ed multiple sites located
	<u>(0)</u>		le of the State for the event.	
	(4)		ite selection organization has selected a site wit	hin this State as the sole
	<u>, , , , , , , , , , , , , , , , , , , </u>		on for the event.	
	<u>(5)</u>		vent is not held more often than annually.	
	(6)	The r	project will benefit the people of this State by	increasing opportunities
			nployment and by strengthening this State's eco	
	<u>(7)</u>	The p	roject is consistent with economic development	nt goals for the State and
		for th	e area where it will be located.	
	<u>(8)</u>	<u>A gra</u>	nt under this Part is necessary to attract or retain	n the major event within
		<u>this S</u>		
	<u>(9)</u>		otal benefits of the major event to the State outw	veigh its costs and render
			ant appropriate for the major event.	
<u>(b)</u>			o the amounts remitted to the Fund pursuant t	
-		-	determine any additional amount appropriated t	to the Fund. Agreements
-			n are subject to appropriations.	
_			ications; reports; study.	
<u>(a)</u>			- A local entity shall apply to the Department	<u>it for a grant on a form</u>
prescrib		-	ment that includes at least all of the following:	
	$\frac{(1)}{(2)}$		ame or nature of the major event.	1. 41 11 41
	$\frac{(2)}{(2)}$		nplete listing of all local entities associated wit	
	<u>(3)</u>		e extent known by the local entity, information in other states and equip	
			ons, including locations in other states and cou e major event and the nature of any government	
			popport the major event were it to be located in on	
	<u>(4)</u>		nation concerning any other State or local go	
	<u>(+)</u>		the local entity is applying or that it has an exp	
	<u>(5)</u>		other information necessary for the Committee to	
	(J)	<u>Ally</u> (	niner mitormation necessary for the Committee to	evaluate the application.

General Assembly Of North Carolina	Session 2021				
1 (b) Annual Reports. – The Department shall publish a report on the I	Fund on or before				
2 April 30 of each year. The Department shall submit the report electronical	y to the House of				
3 Representatives Finance Committee, the Senate Finance Committee,	the House of				
4 Representatives Appropriations Subcommittee on Natural and Economic Reso	ources, the Senate				
5 Appropriations Committee on Natural and Economic Resources, and the	Fiscal Research				
Division. The report shall include the following:					
7 (1) A listing of each grant awarded during the preceding calen	dar year.				
8 (2) An update on the status of major events for which grants h	ave been awarded				
but that have not yet occurred.					
) (3) For the first annual report after adoption of the guidelines	developed by the				
Department to implement this Part, a copy of the gu	idelines, and for				
subsequent reports, identification of any changes to those g	uidelines from the				
previous annual report.					
(4) <u>The geographic distribution of grants, by number and amou</u>	int, awarded under				
the program.					
(5) <u>A listing of all local entities making an application under</u>	r this Part and an				
explanation of whether a site selection organization locate	d the major event				
<u>in this State regardless of whether a grant for the event wa</u>	as awarded under				
b <u>this Part.</u>					
0 (c) <u>Study. – The Department shall conduct a study to determine the r</u>					
level required to implement the Fund successfully. The Department shall report					
2 study to the House of Representatives Finance Committee, the Senate Finance	ce Committee, the				
B House of Representatives Appropriations Subcommittee on Natural and Econ					
the Senate Appropriations Committee on Natural and Economic Resource	es, and the Fiscal				
5 <u>Research Division no later than April 1 of each year.</u>					
6 " <u>§ 143B-437.114. Program guidelines.</u>					
7 <u>The Department, in conjunction with the Governor's Office, shall develop</u> 8 to the administration of the Fund, the selection of projects to receive allocation					
to the administration of the Fund, the selection of projects to receive allocations from the Fund,					
and the disbursement of a grant under the Fund. At least 20 days before the ef					
) guidelines or nontechnical amendments to guidelines, the Department must pu					
guidelines on the Department's website and provide notice to persons who hav	A				
of proposed guidelines. In addition, the Department must accept oral and wri					
3 the proposed guidelines during the 15 business days beginning on the f	•				
Department has completed these notifications. For the purpose of this see amendment is either of the following:	ction, a technical				
amendment is either of the following:					
6 (1) An amendment that corrects a spelling or grammatical error					
7 (2) <u>An amendment that makes a clarification based on public c</u>					
have been anticipated by the public notice that immediat public comment."	ely preceded the				
±					
<b>SECTION 3.(a)</b> G.S. 18C-114(a)(8) reads as rewritten:					
"(8) To charge a fee of potential <del>contractors and <u>contractors</u>, of </del>	•				
<u>contractors, and of interactive sports wagering operators u</u>					
<u>this Chapter to not exceed the cost of the criminal record che</u>	ck of the potential				
4 contractors and lottery contractors."					
5 <b>SECTION 3.(b)</b> G.S. 18C-120(b)(2) reads as rewritten: 6 "(2) To conduct a background investigation, including a crimin					
	•				
check, of applicants for employment with the Commission,					
<u>wagering operators under Article 9 of this Chapter</u> , lottery re					
9 potential contractors, which may include a search of the S					
Repositories of Criminal Histories based on the fingerprints	s of applicants."				
1 SECTION 3.(c) G.S. 143B-947 reads as rewritten:					

### **General Assembly Of North Carolina**

### 1 "§ 143B-947. Criminal record checks for the North Carolina State Lottery Commission 2 and its Director. 3 The Department of Public Safety may provide to the North Carolina State Lottery 4 Commission and to its Director from the State and National Repositories of Criminal Histories 5 the criminal history of any prospective employee of the Commission and Commission, any 6 potential contractor. contractor, and any prospective interactive sports wagering operator or 7 service provider under Article 9 of Chapter 18C of the General Statutes. The North Carolina State 8 Lottery Commission or its Director shall provide to the Department of Public Safety, along with 9 the request, the fingerprints of the prospective employee of the Commission, or of the potential 10 contractor, a form signed by the prospective employee of the Commission, or of the potential 11 contractor consenting to the criminal record check and use of fingerprints and other identifying 12 information required by the State and National Repositories, and any additional information 13 required by the Department of Public Safety. The fingerprints of the prospective employee of the 14 Commission, or potential contractor, or potential interactive sports wagering operator, shall be 15 forwarded to the State Bureau of Investigation for a search of the State's criminal history record 16 file, and the State Bureau of Investigation shall forward a set of fingerprints to the Federal Bureau 17 of Investigation for a national criminal history record check. The North Carolina State Lottery 18 Commission and its Director shall remit any fingerprint information retained by the Commission 19 to alcohol law enforcement agents appointed under Article 5 of Chapter 18B of the General 20 Statutes and shall keep all information obtained pursuant to this section confidential. The 21 Department of Public Safety shall charge a reasonable fee only for conducting the checks of the 22 criminal history records authorized by this section." 23 **SECTION 4.** If any section or provision of this act is declared unconstitutional or 24 invalid by the courts, it does not affect the validity of this act as a whole or any part other than 25 the part so declared to be unconstitutional or invalid.

26 SECTION 5. The Commission shall adopt temporary rules to implement the 27 provisions of this Article. The Commission may accept and issue applications for licensure in 28 accordance with Article 9 of Chapter 18C of the General Statutes, as enacted by this act, and any 29 such license issued by the Commission shall become effective October 1, 2021. If more than 12 30 completed applications are received, the Commission in its discretion shall select the qualified 31 applicants it determines will best serve the public interest in maximizing revenue to the State, 32 while preserving the integrity of sports wagering and ensuring accountability and preserving the 33 public trust in licensed sports wagering activities.

34 SECTION 6. Section 5 is effective when the act becomes law. Except as otherwise
 35 provided, this act becomes effective October 1, 2021.