SENATE BILL NO. 1021

102ND GENERAL ASSEMBLY

INTRODUCED BY SENATOR MAY.

3394S.01I KRISTINA MARTIN, Secretary

AN ACT

To amend chapter 313, RSMo, by adding thereto six new sections relating to video lottery, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 313, RSMo, is amended by adding thereto

- 2 six new sections, to be known as sections 313.425, 313.427,
- 3 313.429, 313.431, 313.433, and 313.435, to read as follows:

313.425. Sections 313.425 to 313.435 shall be known

- and may be cited as the "Missouri Video Lottery Control Act"
- 3 and shall establish the regulatory framework for the use of
- 4 player-activated video terminals for the conduct of lottery
- 5 games.
 - 313.427. As used in sections 313.425 to 313.435, the
- 2 following words and phrases shall mean:
- 3 (1) "Centralized computer system", a computerized
- 4 system developed or procured by the commission that video
- 5 lottery game terminals are connected to using standard
- 6 industry protocols that can activate or deactivate a
- 7 particular video lottery game terminal from a remote
- 8 location, and that is capable of monitoring and auditing
- 9 video lottery game plays;
- 10 (2) "Commission" or "lottery commission", the five-
- 11 member body appointed by the governor to manage and oversee
- 12 the lottery under section 313.215;

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13 (3) "Fraternal organization", any organization within 14 this state operating under the lodge system which exists for 15 the common benefit, brotherhood, or other interest of its members, except college fraternities and sororities, of 16 which no part of the net earnings inures to the benefit of 17 18 any private shareholder or any individual member of such organization, which has been exempted from the payment of 19 20 federal income tax, and which derives its charter from a 21 national fraternal organization which regularly meets;

- (4) "Truck stop", a location that provides parking and is equipped for fueling commercial vehicles, that has sold on average ten thousand gallons of diesel or biodiesel fuel each month for the previous twelve months or is projected to sell an average of ten thousand gallons of diesel or biodiesel fuel each month for the next twelve months, and that obtains and maintains a lottery game retailer license issued by the commission;
- "Veterans' organization", a post or organization 30 (5) 31 of veterans, or an auxiliary unit or society of, or a trust or foundation for, any such post or organization organized 32 in the United States or any of its possessions in which at 33 least seventy-five percent of the members are veterans of 34 the United States armed forces and substantially all of the 35 36 other members are individuals who are veterans or are 37 cadets, or are spouses, widows, or widowers of war veterans of such individuals, in which no part of the net earnings 38 inures to the benefit of any private shareholder or 39 individual, and which has been exempted from payment of 40 41 federal income taxes;
 - (6) "Video lottery game", any lottery game approved by the commission for play on a video lottery game terminal using video lottery game terminal credits that have been

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purchased with cash, cash equivalents, or by a winning video lottery game terminal ticket;

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- 47 (7) "Video lottery game adjusted gross receipts", the 48 total of cash or cash equivalents used for the play of a 49 video lottery game on a video lottery game terminal minus 50 cash or cash equivalent paid to players as a result of 51 playing video lottery games on a video lottery game terminal;
 - (8) "Video lottery game distributor", a person licensed by the commission to buy, sell, lease, rent, finance or otherwise provide, distribute or service video lottery game terminals or major parts and components of video lottery game terminals, including used or refurbished video lottery game terminals to and from licensed video lottery game manufacturers and licensed video lottery game operators;
 - (9) "Video lottery game handler", a person employed by a licensed video lottery game operator to handle, place, operate, and service video lottery game terminals and associated equipment;
 - (10) "Video lottery game manufacturer", any person that manufactures video lottery game terminals or major parts and components for video lottery game terminals as approved by the lottery commission;
 - (11) "Video lottery game operator", a person licensed by the commission that owns, rents, or leases and services or maintains video lottery game terminals for placement in licensed video lottery game retailer establishments;
- 72 (12) "Video lottery game retailer", a person meeting 73 the requirements of a lottery game retailer under section 74 313.260, that secures and maintains a license issued by the 75 commission to conduct video lottery games played on a video 76 lottery game terminal or terminals and that is a fraternal

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organization, veterans organization, truck stop, or business entity licensed under chapter 311 to sell liquor by the

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79 drink and that only allows patrons over the age of twenty-

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- "Video lottery game terminal", player-activated (13)terminal that exchanges coins, currency, tickets, ticket vouchers, or other electronic payment methods approved by the commission for video lottery game terminal credits used to play video lottery games approved by the commission. Such video lottery game terminals shall use a video display and microprocessor capable of randomly generating the outcome of video lottery games and be capable of printing a ticket at the conclusion of any video lottery game play that is redeemable at a video lottery game ticket redemption terminal or reinserted into a video lottery game terminal for video lottery game credit. All video lottery games approved by the commission for play on a video lottery game terminal shall have a minimum theoretical payout of eightyfive percent;
- (14) "Video lottery game terminal credit", one cent, five cents, ten cents, or twenty-five cents either won or purchased by a player on a video lottery game terminal that is used to play video lottery games and that may be converted into a video lottery game ticket;
- (15) "Video lottery game ticket" or "ticket", a document printed at the conclusion of any lottery game play or group of plays on a video lottery game terminal that is redeemable for cash utilizing a video lottery game ticket redemption terminal or that may be reinserted into a video lottery game terminal in the establishment for which it was issued for video lottery terminal game play credit;

- 108 (16) "Video lottery game ticket redemption terminal",
- 109 the collective hardware, software, communications
- 110 technology, and other ancillary equipment used to facilitate
- 111 the payment of tickets cashed out by players as a result of
- 112 playing a video lottery game terminal.
 - 313.429. 1. The commission shall implement a system
 - 2 of video lottery game terminals utilizing a licensing
 - 3 structure for processing license applications and issuing
 - 4 licenses to video lottery game manufacturers, video lottery
 - 5 game distributors, video lottery game operators, video
 - 6 lottery game handlers, and video lottery game retailers for
 - 7 the conduct of lottery games utilizing video lottery game
 - 8 terminals within the state; except that, a person licensed
 - 9 **as a:**
- 10 (1) Video lottery game manufacturer or a video lottery
- 11 game distributor shall not be issued a license as a video
- 12 lottery game operator or a video lottery game retailer;
- 13 (2) Video lottery game operator shall not be issued a
- 14 license as a video lottery game manufacturer or a video
- 15 lottery game distributor; and
- 16 (3) Video lottery game retailer shall not be issued a
- 17 license as a video lottery game manufacturer or a video
- 18 lottery game distributor.
- 19 Nothing in this subsection shall prevent a video lottery
- 20 game manufacturer from obtaining a video lottery game
- 21 manufacturer's license and a video lottery game
- 22 distributor's license and providing and operating the
- 23 centralized computer system for monitoring video lottery
- 24 game terminals, and nothing in this subsection shall prevent
- 25 a video lottery game operator from obtaining a video lottery
- 26 game retailer's license or a video lottery game retailer

- 27 from obtaining a video lottery game operator's license,
- 28 provided the applicant meets the requirements for all such
- 29 licenses.
- 30 2. Under no circumstances shall the commission:
- 31 (1) Authorize or allow a single vendor or licensee to
- 32 implement the system of video lottery game terminals created
- 33 under this section;
- 34 (2) Allow a single licensed video lottery game
- 35 operator to control or operate more than twenty-five percent
- 36 of video lottery game terminals in the state; or
- 37 (3) Allow a single licensed video lottery game
- 38 manufacturer or distributor to manufacture or distribute
- 39 more than twenty-five percent of video lottery game
- 40 terminals in the state.
- 41 3. (1) The video lottery game system authorized by
- 42 this section shall allow for multiple video lottery game
- 43 manufacturers, video lottery game distributors, and video
- 44 lottery game operators to encourage private sector
- 45 investment and job opportunities for Missouri citizens.
- 46 Video lottery game terminals shall be connected to a
- 47 centralized computer system developed or procured by the
- 48 commission. The commission shall provide licensed video
- 49 lottery game operators with the necessary protocols to
- 50 connect the operators' video lottery game terminal or
- 51 terminals to the centralized computer system after such
- 52 terminal or terminals have been approved by the commission.
- 53 No video lottery game terminal shall be placed in operation
- 54 without first connecting to the centralized computer system
- 55 after such terminal or terminals have been approved by the
- 56 commission. A vendor that provides the centralized computer
- 57 system authorized under this subsection shall not be
- 58 eligible to be licensed as a video lottery game operator or

video lottery game retailer. The commission may impose an

- 60 initial nonrefundable license application fee as follows:
- 61 (a) For video lottery game manufacturers, video
- 62 lottery game distributors, and video lottery game operators,
- on more than fifty thousand dollars;
- 64 (b) For video lottery game retailer establishments, no
- 65 more than five hundred dollars; or
- 66 (c) For video lottery game handlers, no more than one
- 67 hundred dollars.
- 68 (2) The initial license and first subsequent license
- 69 renewal shall be for a period of one year. Thereafter,
- 70 license renewal periods shall be four years with the
- 71 applicable annual renewal fee paid for each year such
- 72 license is renewed. Annual license renewal fees for anyone
- 73 licensed pursuant to this subsection shall be as follows:
- 74 (a) Five thousand dollars for video lottery game
- 75 manufacturers and video lottery game distributors;
- 76 (b) Five thousand dollars for video lottery game
- 77 operators;
- 78 (c) Fifty dollars for video lottery game handlers; and
- 79 (d) Five hundred dollars for each video lottery game
- 80 retailer's establishment.
- 81 (3) In addition to the license fees required in
- 82 subdivisions (1) and (2) of this subsection, video lottery
- 83 game operators shall pay the commission an annual license
- 84 fee of two hundred dollars for each video lottery game
- 85 terminal placed in service. Such video lottery game
- 86 terminal license shall be renewed each year and cost two
- 87 hundred dollars. A license issued under this subsection is
- 88 nontransferable.
- 89 (4) Nothing in this subsection shall be construed to
- 90 relieve the licensee of the affirmative duty to notify the

91 commission of any change relating to the status of the

- 92 license or to any other information contained in the
- 93 application materials on file with the commission.
- 94 4. No license shall be issued to any person, and no
- 95 person shall be allowed to serve as a sales agent, who has
- 96 been convicted of a felony or a crime involving illegal
- 97 gambling.
- 98 5. No license requirement, sticker fee, or tax shall
- 99 be imposed by any local jurisdiction upon a video lottery
- 100 game manufacturer, video lottery game distributor, video
- 101 lottery game operator, video lottery game retailer, video
- 102 lottery game handler, or video lottery game terminal or an
- 103 establishment relating to the operation of video lottery
- 104 games, video lottery game terminals, or associated equipment.
- 105 6. (1) Video lottery game terminals shall meet
- 106 independent testing standards approved by the commission, as
- 107 tested by one or more approved independent test labs, and be
- 108 capable of randomly generating the outcome of video lottery
- 109 games approved by the commission. Video lottery game
- 110 terminals shall be capable of printing a ticket redeemable
- 111 for winning video lottery game plays. Such video lottery
- 112 game terminals shall be inspected and approved by the
- 113 commission prior to being sold, leased, or transferred.
- 114 (2) Licensed video lottery game manufacturers may buy,
- 115 sell, or lease new or refurbished video lottery game
- 116 terminals to and from licensed video lottery game
- 117 distributors.
- 118 (3) Licensed video lottery game distributors may buy,
- 119 sell, or lease new or refurbished video lottery game
- 120 terminals to or from licensed video lottery game
- 121 manufacturers or licensed video lottery game operators.
- 7. (1) Licensed video lottery game operators:

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- 123 (a) May buy, lease, or rent video lottery game
 124 terminals from licensed video lottery game manufacturers,
 125 operators, or distributors;
- (b) May handle, place, and service video lottery game terminals;
- 128 (c) Shall connect such video lottery game terminals to 129 the centralized computer system approved by the commission; 130 and
- 131 (d) Shall pay winning tickets using a video lottery 132 game ticket redemption terminal. Such video lottery ticket 133 redemption terminal shall be located within the video lottery game retailer's establishment in direct proximity of 134 where such video lottery games are offered. Video lottery 135 136 game operators shall pay the commission thirty-two percent 137 of any unclaimed cash prize associated with a winning ticket that has not been redeemed within one year of issue. 138
- 139 Rents or leases for video lottery game terminals shall be 140 written at a flat rate and shall not include revenue 141 splitting as a method used in the calculation of the lease 142 or rent.
 - video lottery game retailers shall enter into a written agreement for the placement of video lottery game terminals. The agreement shall be on a form approved by the commission and shall specify a freely negotiated and agreed upon division of adjusted gross receipts between the video lottery game operator and the video lottery game retailer after adjustments for taxes and administrative fees are made. A video lottery game operator shall be responsible for remitting to the commission and the video lottery game retailer its share of adjusted gross receipts. Video

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154 lottery game retailers that are also video lottery game 155 operators and licensed video lottery game operators that are 156 also video lottery game retailers shall only be required to 157 submit an agreement pursuant to this subdivision if the ownership is not identical in both entities. 158 Nothing in 159 this subdivision shall prohibit a licensed video lottery game operator from entering into an agreement with a sales 160 161 agent for retailer agreements provided such agreement is in 162 writing and approved by the commission. No video lottery 163 game operator or its sales agents, employees, or affiliates 164 may offer, promise, or tender any property or personal 165 advantage to any employee or agent of any video lottery game retailer with the intent to influence such video lottery 166 167 game retailer with respect to locating any video lottery 168 game terminal in the video lottery game retailer's 169 establishment. Video lottery game operators and video 170 lottery game retailers may allocate costs related to the 171 operation, promotion, and maintenance of video lottery game 172 terminals in any manner that has been mutually agreed to. 173 An agreement for the placement of video lottery game 174 terminals, or any similar agreement, entered into prior to 175 the enactment of sections 313.425 to 313.435 shall be 176 invalid and unenforceable. Persons violating this 177 subdivision are subject to the loss or prohibition of their 178 video lottery game operator's license. 179

(3) Nothing in this section shall be construed to prevent a video lottery game operator or a video lottery game retailer from using a player rewards system as approved by the commission. No player shall be required to enroll in a rewards program offered by a video lottery game operator or video lottery game retailer as a condition to play video lottery games.

8. No licensed video lottery game operator shall:

- (1) Offer video lottery gaming terminals that directly 187 dispense anything of value except for tickets for winning 188 189 Tickets shall be dispensed by pressing the ticket 190 dispensing button on the video lottery gaming terminal at 191 the end of any video lottery game play. The ticket shall indicate the total amount of video lottery game terminal 192 193 credits and the cash award, the time of day in a twenty-four-194 hour format showing hours and minutes, the date, the 195 terminal serial number, the sequential number of the ticket, 196 and an encrypted validation number from which the validity of the prize may be determined. The cost of the video 197 lottery game terminal credits shall be one cent, five cents, 198 199 ten cents, or twenty-five cents, and the maximum wager 200 played per video lottery game shall not exceed five 201 dollars. No cash award for the maximum wager played on any 202 individual video lottery game shall exceed one thousand dollars; 203
- 204 (2) Operate in a retail establishment that is not also
 205 licensed to sell liquor, except if the business of the
 206 establishment is a truck stop where any state or local
 207 ordinance prohibits the sale of intoxicating liquor;
- 208 (3) Operate more than five video lottery game
 209 terminals at one video lottery game retailer establishment;
 210 except if the establishment is a veterans' organization,
 211 fraternal organization, or truck stop, such establishment
 212 may operate up to ten video lottery game terminals as
 213 approved by the commission;
- 214 (4) Allow video lottery games to be played at any time 215 when the video lottery game retailer's establishment is 216 closed for business.

217 9. (1) A person under twenty-one years of age shall 218 not play video lottery games, and such video lottery game terminals shall be under the supervision of a person that is 219 220 at least twenty-one years of age to prevent persons under 221 twenty-one years of age from playing video lottery games. 222 Video lottery game terminals shall not be visible from areas normally occupied by minors and shall be placed within the 223 224 unobstructed line of sight of the sales counter unless 225 placed in an enclosed or partially enclosed area that is 226 continually monitored by video surveillance. A warning sign 227 shall be posted in a conspicuous location where such video lottery game terminals are located, containing in red 228 229 lettering at least one-half inch high on a white background 230 the following: 231 "YOU MUST BE AT LEAST 21 YEARS OF AGE TO PLAY VIDEO LOTTERY 232 GAMES" In addition to the placement and supervision requirements of 233 234 this subsection, a video lottery game operator shall provide 235 video surveillance in the immediate area of the video lottery game retailer's establishment where video lottery 236 237 game terminals are located. Recorded video from such 238 surveillance system shall be made available to the 239 commission upon request and shall be reviewed by video 240 lottery game operators as reasonably and specifically 241 requested by the commission for any violation of law, rules, 242 or regulations governing the conduct of video lottery 243 games. A video lottery game operator that fails to review 244 such surveillance video and report any known violation of 245 law, rules, or regulations governing the conduct of video lottery games in conformance with established commission 246 procedures may be subject to an administrative fine not to 247

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248 exceed five thousand dollars. Any video lottery game retailer that fails to report any known violation of law, 249 rules, or regulations governing the conduct of video lottery 250 games in conformance with established commission procedures 251 252 may be subject to an administrative fine not to exceed five 253 thousand dollars. In the event a video lottery game 254 operator or retailer is found to have knowingly committed a 255 violation governing the conduct of video lottery games, the 256 commission may impose an administrative fine not to exceed 257 five thousand dollars, suspend such operator's or retailer's 258 license for up to thirty days, or in the case of repeated 259 violations revoke such operator's or retailer's license for a period of one year. Any video lottery game operator or 260 261 retailer aggrieved by the commission's decision in any 262 disciplinary action that results in the suspension or 263 revocation of such operator's or retailer's video lottery 264 game license may appeal such decision by filing an action in circuit court. The commission shall refer a violation of 265 the criminal code, with any evidence thereof, to the 266 267 appropriate law enforcement officials. Video lottery game 268 retailers shall provide an intrusion detection system 269 capable of detecting unauthorized entrance of the video 270 lottery game retailer's establishment during nonbusiness 271 hours and shall report to the commission any unauthorized 272 entrance of the video lottery game retailer's 273 establishment. Such surveillance and intrusion detection 274 system shall meet specifications as defined by the 275 commission. 276 (2) A video lottery game operator shall post a sign in

276 (2) A video lottery game operator shall post a sign in 277 a conspicuous location where such video lottery game 278 terminals are located, containing in red lettering at least

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one-half inch high on a white background a telephone contact number (1-888-BETSOFF) for the problem gambling helpline.

- (1) Video lottery game operators shall pay the commission thirty-six percent of the video lottery game adjusted gross receipts, which shall be deposited in the state lottery fund. The commission shall transfer the amount received from the operator from the lottery fund to the lottery proceeds fund after administrative expenses equal to four percent of the video lottery game adjusted gross receipts are paid to the municipality where a licensed video lottery game retailer maintains an establishment licensed for the operation of video lottery game terminals, or if such licensed establishment is not located within the corporate boundaries of a municipality, then the county where such licensed establishment is located to reimburse such municipality or county for administrative expenses, and any administrative expenses for the commission that are not covered by reimbursements from operators are deducted. proceeds transferred to the lottery proceeds fund shall be appropriated to public elementary and secondary education and public institutions of higher education with an emphasis on programs to promote science, technology, engineering, and mathematics (STEM) and programs to promote workforce development.
- (2) Video lottery game operators shall retain sixtyfour percent of the video lottery game adjusted gross
 receipts, a portion of which shall be utilized to pay for
 administrative expenses which shall include the cost of the
 centralized computer system, which cost shall be paid by
 video lottery game operators in proportion to the number of
 video lottery game terminals operated and shall not be
 apportioned by the video lottery game operator among video

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311 lottery game retailers to which it provides operations. The 312 remainder, after the costs of the centralized computer 313 system are paid, shall be divided between the video lottery 314 game operator and video lottery game retailer as agreed to by the video lottery game operator and video lottery game 315 316 retailer under the freely negotiated agreement made under 317 subdivision (2) of subsection 7 of this section, unless the 318 video lottery game operator and video lottery game retailer 319 share the same ownership.

- All revenues received by the commission from license fees and any reimbursements associated with the administration of the provisions of sections 313.425 to 313.435, and all interest earned thereon, shall be considered administrative expenses and shall be deposited in the state lottery fund. Moneys deposited into the state lottery fund from license fees and any reimbursements of commission administrative expenses to administer sections 313.425 to 313.435 shall be considered administrative expenses and shall not be considered net proceeds pursuant to article III, section 39(b) of the Missouri Constitution. Subject to appropriation, up to one percent of such license fees and reimbursements deposited to the credit of the state lottery fund may be deposited to the credit of the compulsive gamblers fund created under section 313.842. remainder of the money deposited in the state lottery fund from video lottery game license fees and any reimbursements of commission administrative expenses to enforce sections 313.425 to 313.435 shall, subject to appropriation, be used for administrative expenses associated with supervising and enforcing the provisions of sections 313.425 to 313.435.
- 12. The commission may contract with a state law enforcement entity to assist in conducting investigations

- into applicants for any video lottery game license and to
- 344 investigate violations by any video lottery game licensee of
- 345 any of the provisions of sections 313.425 to 313.435 or
- 346 state law regulating illegal gambling activities. A video
- 347 lottery game licensee suspected of a violation shall be
- 348 afforded an administrative hearing on the record and any
- 349 action taken to impose a fine on such licensee, or to
- 350 suspend or revoke the ability of a licensee to offer lottery
- game products for sale, shall be appealed to the
- 352 commission. Any such administrative suspension or
- 353 revocation upheld by the commission may be appealed by the
- 354 video lottery game licensee in a state court of competent
- 355 jurisdiction.
- 356 13. (1) Any person manufacturing, operating,
- 357 distributing, or in possession of a video lottery game
- 358 terminal not authorized by the commission under the
- provisions of sections 313.425 to 313.435 as of August 28,
- 360 2024, shall become compliant with the provisions of sections
- 361 313.425 to 313.435 within one hundred twenty days of August
- 362 28, 2024. Any person failing to become compliant within the
- 363 following number of days shall be subject to the following
- 364 fines issued by the commission:
- 365 (a) Within one hundred twenty days, two hundred fifty
- 366 thousand dollars;
- 367 (b) Within two hundred forty days, five hundred
- 368 thousand dollars;
- 369 (c) Within three hundred sixty days, seven hundred
- 370 fifty thousand dollars; and
- 371 (d) Within four hundred eighty days, one million
- 372 dollars.
- 373 (2) In addition to the fines provided in subdivision
- 374 (1) of this subsection, any person failing to become

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compliant after four hundred eighty days may be prosecuted under the provisions of chapter 572. The commission shall have the power to investigate suspected violations by any video lottery game license holder and to refer any violations or suspected violations to the appropriate law enforcement authority.

- The commission shall adopt rules for the implementation of the video lottery game system authorized under sections 313.425 to 313.435, including, but not limited to, the placement of video lottery game terminals within a retail establishment and for the active oversight of the conduct of video lottery games. Any rule or portion of a rule, as that term is defined in section 536.010 that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536, and if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2024, shall be invalid and void.
- 313.431. 1. In order to expedite the orderly implementation of the video lottery game system authorized under sections 313.425 to 313.435, the commission shall:
- (1) Issue a request for proposal for the supply and operation of a centralized computer system for video lottery games within one hundred twenty days of the effective date of this section;
- 8 (2) Make license applications for video lottery game 9 manufacturers, video lottery game distributors, video

10 lottery game operators, video lottery game retailers, and

- 11 video lottery game handlers available to applicants and
- 12 promulgate any emergency or regular rules and regulations
- 13 needed for the implementation of the video lottery system
- 14 authorized under sections 313.425 to 313.435 within one
- 15 hundred twenty days of the effective date of this section;
- 16 (3) Issue a provisional license to an applicant for a
- 17 video lottery game manufacturer's, video lottery game
- 18 distributor's, video lottery game operator's, video lottery
- 19 game retailer's, or video lottery game handler's license if
- 20 such applicant satisfies all of the following criteria to
- 21 the satisfaction of the commission:
- 22 (a) The applicant is current on all state taxes;
- 23 (b) The applicant has submitted a complete application
- 24 for licensure as a licensed video lottery game manufacturer,
- video lottery game distributor, video lottery game operator,
- video lottery game retailer, or video lottery game handler,
- 27 which shall be submitted concurrently with the applicant's
- 28 request for a provisional license;
- 29 (c) The applicant has never been convicted of any
- 30 felony or gambling law violation in any jurisdiction; and
- 31 (d) The applicant for a video lottery game retailer's
- 32 license has been issued and holds a valid license to sell
- 33 liquor under chapter 311.
- 34 A provisional license shall be issued by the commission
- 35 within sixty days from the date on which the application was
- 36 first received unless the commission shows cause that the
- 37 license application is deficient or such applicant does not
- 38 meet the criteria for licensure.
- 39 2. The commission may issue provisional licenses prior
- 40 to the completion of a background check to an applicant that

- 41 is currently licensed under sections 313.200 to 313.435 or
- 42 sections 313.800 to 313.850; holds or is an affiliate of any
- 43 entity that holds a license in good standing from a
- 44 regulatory body of another state to operate, handle, or
- 45 maintain video gaming terminals or video lottery game
- 46 terminals that are substantially similar to video lottery
- 47 game terminals authorized under sections 313.425 to 313.435;
- 48 or if such person has been in the business of locating and
- 49 operating amusement games within this state continuously for
- 50 a period of five years.
- 51 3. A provisional license shall be valid until:
- 52 (1) The commission either approves or denies the
- 53 applicant's application for licensure;
- 54 (2) The provisional license is terminated for a
- 55 violation of this section; or
- 56 (3) One calendar year has passed since the provisional
- 57 license was issued.
- 58 Nothing in this section shall prohibit an applicant for a
- 59 video lottery game manufacturer's, video lottery game
- 60 distributor's, video lottery game operator's, video lottery
- 61 game retailer's, or video lottery game handler's license
- 62 from applying for a renewal of the provisional license
- 63 issued under this section so long as the commission has not
- 64 made a final determination to award or deny the applicant a
- 65 license.
- 66 4. Each applicant shall attest by way of affidavit
- of under penalty of perjury that the applicant is not otherwise
- 68 prohibited from licensure according to the requirements of
- 69 this section.
- 70 5. All requests for provisional licensure under this
- 71 section shall include the following fee, which is in

72 addition to the applicable fee required for an application

- 73 for licensure and shall be retained by the commission:
- 74 (1) Five thousand dollars for a video lottery game
- 75 manufacturer and video lottery game distributor;
- 76 (2) Five thousand dollars for a video lottery game
- 77 operator;
- 78 (3) Five hundred dollars for a video lottery game
- 79 retailer's establishment; or
- 80 (4) One hundred dollars for a video lottery game
- 81 handler.
 - 313.433. 1. Notwithstanding any other provision of
- 2 law to the contrary, participation by a person, firm,
- 3 corporation, or organization in any aspect of the state
- 4 lottery under sections 313.425 to 313.435 shall not be
- 5 construed to be a lottery or gift enterprise in violation of
- 6 section 39 of article III of the Constitution of Missouri.
- 7 2. The sale of lottery tickets, shares, or lottery
- 8 game plays using a video lottery game terminal under
- 9 sections 313.425 to 313.435 shall not constitute a valid
- 10 reason to refuse to issue or renew or to revoke or suspend
- 11 any license or permit issued under the provisions of chapter
- 12 **311**.
 - 313.435. A municipality may adopt an ordinance
- 2 prohibiting video lottery game terminals within the
- 3 corporate limits of such municipality within one hundred
- 4 twenty days from the effective date of this act. A county
- 5 commission may, for the unincorporated area of the county,
- 6 adopt an ordinance prohibiting video lottery game terminals
- 7 within the unincorporated area of the county within one
- 8 hundred twenty days from the effective date of this act.
- 9 The commission shall not license video lottery game
- 10 retailers within such area covered by such ordinance. Any

such municipality or county that has opted to prohibit the use of video lottery game terminals to play video lottery games may repeal such ordinance and upon such repeal the commission may license video lottery game retailers within such municipality or county to conduct video lottery games.

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