House Study Bill 630 - Introduced

HOUSE FILE

BY (PROPOSED COMMITTEE ON STATE GOVERNMENT BILL BY CHAIRPERSON BLOOMINGDALE)

A BILL FOR

- An Act relating to fantasy sports contests and internet fantasy
 sports contest players.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 99E.1, subsection 3, Code 2024, is
 amended by striking the subsection and inserting in lieu
 thereof the following:

3. a. "Fantasy sports contest" means any internet fantasy
5 or simulated game or contest of skill for which all of the
6 following are true:

7 (1) All players are required to pay an entry fee in order 8 to participate.

9 (2) The values of all prizes and awards offered to winning 10 players are established and made known to the players in 11 advance of the contest.

12 (3) All winning outcomes reflect the relative knowledge and 13 skill of the players.

14 (4) All players assemble, own, or manage a fictional entry 15 or roster of actual professional or amateur athletes in any of 16 the following:

17 (a) A real-world sporting event.

18 (b) An organized video game competition that is regulated by 19 a governing body and that is held between professional athletes 20 who play individually or as teams.

(5) Players compete for prizes awarded by a fantasy sports contest operator based on terms and conditions published by the fantasy sports contest operator and made known to all players prior to the contest.

(6) All winning outcomes are determined solely by clearly established scoring criteria based on one or more statistical results of the performance of an individual athlete, including but not limited to a fantasy score, and are not solely based on the score, point spread, or performance or performances of any single actual team or combination of teams, or solely on any single performance of an individual athlete in any single actual event.

33 b. "Fantasy sports contest" includes but is not limited to 34 contests in which multiple players compete against each other 35 and contests in which a single player competes against a target

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LSB 5731YC (2) 90 nls/ns 1 score set by the fantasy sports contest operator.

2 Sec. 2. Section 99E.1, subsection 6, Code 2024, is amended 3 to read as follows:

6. <u>a.</u> "Internet fantasy sports contest player" <u>or "player"</u> 5 means a <u>natural</u> person who is at least twenty-one years of age 6 and participates in an internet fantasy sports contest operated 7 by an internet fantasy sports contest service provider.

8 <u>b. "Internet fantasy sports contest player" or "player" does</u>
9 not include an internet fantasy sports contest service provider
10 by virtue of the provider doing any of the following:

11 (1) Setting house rules for a fantasy sports contest.

12 (2) Assigning a salary or target score to an eligible

13 <u>athlete.</u>

14 (3) Accepting an entry fee from an internet fantasy sports 15 contest player.

16 (4) Awarding or disbursing prizes to a winning internet 17 fantasy sports contest player.

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EXPLANATION

19The inclusion of this explanation does not constitute agreement with20the explanation's substance by the members of the general assembly.

21 This bill relates to the definitions of "fantasy sports 22 contest" and "internet fantasy sports contest player". Under current law, "fantasy sports contest" (contest) 23 24 is defined as any fantasy or simulated contest in which 25 the fantasy sports contest operator is not a participant in 26 the contest, the values of all prizes and awards offered to 27 winning participants are established and made known to the 28 participants in advance of the contest, all winning outcomes 29 reflect the relative knowledge and skill of the participants 30 and are determined by accumulated statistical results of the 31 performance of individuals, including athletes, and no winning 32 outcome is solely based on the score, point spread, or any 33 performance or performances of any single actual team or solely 34 on any single performance of an individual athlete or player 35 in any single actual event. Under the bill, the definition

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LSB 5731YC (2) 90 nls/ns 1 of "fantasy sports contest" also requires that players pay 2 an entry fee to participate in the contest, and that all 3 players assemble, own, or manage a fictional entry or roster of 4 athletes in real-world sporting events or a regulated organized 5 video game competition held between professional athletes. The 6 bill provides that "fantasy sports contest" includes a contest 7 in which multiple players compete against each other and a 8 contest in which a single player competes against a target 9 score set by the fantasy sports contest operator.

Under current law, "internet fantasy sports contest player" (player) is defined as a person who is at least 21 years of age and participates in a contest operated by an internet fantasy sports contest service provider (provider). Under the bill, a player is a natural person who is at least 21 years of age and participates in a contest operated by provider. A player does not include a provider by virtue of the provider setting house rules for a contest, assigning a salary or target score for an athlete, accepting an entry fee from a player, or awarding prizes to a winning player.

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