

27 individuals, including athletes in the case of sporting events;
 28 and

29 4. Winning outcomes are not based on the score, point
 30 spread, or any performance of any single actual sports team or
 31 combination of such teams or solely on any single performance of
 32 an individual athlete in any single actual sporting event.

33 (c) "Fantasy contest operator" means a person or entity
 34 that offers fantasy contests for a cash prize to the general
 35 public.

36 (d) "Fantasy contest player" or "player" means a person
 37 who participates in a fantasy contest offered by a fantasy
 38 contest operator.

39 (2) A fantasy contest operator offering fantasy contests
 40 in the state shall:

41 (a) Prevent employees of the fantasy contest operator, and
 42 relatives living in the same household as such employees, from
 43 competing in all fantasy contests offered by any fantasy contest
 44 operator in which the operator offers a cash prize of more than
 45 \$5;

46 (b) Verify that a fantasy contest player is 18 years of
 47 age or older;

48 (c) Restrict a person from entering a fantasy contest that
 49 is determined, in whole or in part, on the accumulated
 50 statistical results of a team of individuals in a fantasy
 51 contest in which he or she is a player;

52 (d) Allow a person to restrict himself or herself from

53 entering a fantasy contest upon request and provide reasonable
54 steps to prevent the person from entering the operator's fantasy
55 contests;

56 (e) Disclose the number of entries that a fantasy contest
57 player may submit to each fantasy contest and provide reasonable
58 steps to prevent players from submitting more than the allowable
59 number;

60 (f) Segregate fantasy contest player funds from
61 operational funds and maintain a reserve in the form of cash,
62 cash equivalents, an irrevocable letter of credit, a bond, or a
63 combination thereof, in the amount of the deposits made to the
64 accounts of fantasy contest players for the benefit and
65 protection of the funds held in such accounts; and

66 (g) Contract with a third party to annually perform an
67 independent audit to ensure compliance with this section and
68 submit the results of such audit to the department.

69 (3) A person, firm, corporation, association, agent, or
70 employee who violates this section is subject to a civil penalty
71 of not more than \$1,000 for each violation, which shall accrue
72 to the state and may be recovered in a civil action brought by
73 the department.

74 (4) Chapter 849 does not apply to a fantasy contest as
75 defined in this section.

76 Section 2. This act shall take effect July 1, 2016.