

**HOUSE BILL No. 2740**

By Committee on Federal and State Affairs

3-16

1 AN ACT concerning gaming; relating to the Kansas expanded lottery act;  
2 Kansas lottery and Kansas racing and gaming commission, rules and  
3 regulations; authorizing sports wagering; creating the sports wagering  
4 receipts fund, the white collar crime fund, the privilege fee repayment  
5 fund and the facility manager licensee repayment fund; authorizing  
6 pari-mutuel licensees to operate historical horse race machines;  
7 amending K.S.A. 46-2301, 74-8702, 74-8710, 74-8711, 74-8716, 74-  
8 8718, 74-8733, 74-8734, 74-8751, 74-8752, 74-8757, 74-8760, 74-  
9 8761, 74-8802, 74-8804, 74-8814, 74-8823, 74-8836 and 79-4806 and  
10 K.S.A. 2021 Supp. 21-6403 and 21-6507 and repealing the existing  
11 sections.  
12

13 *Be it enacted by the Legislature of the State of Kansas:*

14 New Section 1. (a) Sports wagering shall only be conducted in this  
15 state in accordance with the provisions of the Kansas lottery act and the  
16 Kansas expanded lottery act.

17 (b) The Kansas lottery may offer sports wagering through one or  
18 more lottery gaming facility managers that have contracted with the  
19 Kansas lottery in accordance with the Kansas expanded lottery act to  
20 operate and manage sports wagering on behalf of the Kansas lottery,  
21 including, but not limited to, sports wagering over the internet through  
22 websites and mobile device applications, through an interactive sports  
23 wagering platform approved by the Kansas lottery and the use of any such  
24 platform at the primary facility of a professional sports team or other  
25 marketing entity pursuant to a marketing agreement entered into between  
26 the lottery gaming facility manager and the professional sports team or  
27 other marketing entity in accordance with section 4, and amendments  
28 thereto.

29 New Sec. 2. (a) Each lottery gaming facility manager shall be limited  
30 to three interactive sports wagering platforms that shall be approved by the  
31 executive director. Any interactive sports wagering platform approved by  
32 the executive director shall serve the public convenience and promote  
33 sports wagering in accordance with marketing plans developed by the  
34 Kansas lottery to offer sports wagers. Any lottery gaming facility manager  
35 may enter into a contract on behalf of the Kansas lottery with an approved  
36 interactive sports wagering platform. Any such contract shall be approved

Proposed Amendments to  
House Bill 2740  
Prohibited Prop Bets  
House Committee on Federal and State Affairs  
Prepared by: Jason Long  
Office of Revisor of Statutes

1 (c) provision of the toll-free number for information and referral  
2 services for compulsive and problem gambling; and  
3 (d) prohibitions on false, misleading or deceptive advertisements.

4 New Sec. 6. The Kansas lottery may restrict, limit or exclude  
5 wagering on one or more sporting events by providing notice to all lottery  
6 gaming facility managers in such form and manner as prescribed by the  
7 executive director. Offering or taking wagers that are contrary to any such  
8 notice or any rules and regulations promulgated by either the Kansas  
9 lottery or the Kansas racing and gaming commission on a sporting event is  
10 a violation of the Kansas expanded lottery act.

11 New Sec. 7. (a) Lottery gaming facility managers shall use reasonable  
12 methods to:

13 (1) Prohibit such manager, and any director, officer, owner and  
14 employee of the manager, and any relative living in the same household as  
15 such persons, from placing wagers;

16 (2) prohibit any director, officer, owner and employee of the sports  
17 wagering platform, and any relative living in the same household as such  
18 persons, from placing wagers with the manager;

19 (3) prohibit athletes, coaches, referees, team owners, employees of a  
20 sports governing body or its member teams, and player and referee union  
21 personnel from placing wagers on any sporting event overseen by such  
22 sports governing body. In determining which persons are excluded from  
23 placing wagers under this paragraph, lottery gaming facility managers  
24 shall use publicly available information and any list of such persons that  
25 the sports governing body may provide to the Kansas lottery and the  
26 Kansas racing and gaming commission;

27 (4) prohibit any person with access to nonpublic confidential  
28 information held by the lottery gaming facility manager from placing  
29 wagers with such manager;

30 (5) prohibit persons from placing wagers as agents or proxies for  
31 other persons;

32 (6) prohibit any person convicted of any felony or misdemeanor  
33 offense involving sports wagering, including, but not limited to, the use of  
34 funds derived from illegal activity to make wagers, placing wagers to  
35 conceal money derived from illegal activity, the use of other individuals to  
36 place wagers as part of any wagering scheme to circumvent any provision  
37 of federal or state law and the use of false identification to facilitate the  
38 placement of any wager or the collection of any prize in violation of  
39 federal or state law, from placing wagers; and

40 (7) maintain the security of wagering data, customer data and other  
41 confidential information from unauthorized access and dissemination,  
42 provided that nothing in this act shall preclude the use of internet or cloud-  
43 based hosting of such data and information or disclosure as required, by

(7) prohibit sports wagering on the occurrence of injuries or penalties, the outcome of player disciplinary proceedings or replay reviews for any sporting events governed by a sports governing body whose headquarters are located in the United States;

(8)