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## SENATE BILL NO. 1738

Offered January 17, 2019

A BILL to amend and reenact § 18.2-325 of the Code of Virginia, relating to simulated gambling.

Patrons—Reeves and Cosgrove

Referred to Committee for Courts of Justice

Be it enacted by the General Assembly of Virginia:

## 1. That § 18.2-325 of the Code of Virginia is amended and reenacted as follows: § 18.2-325. Definitions.

1. "Illegal gambling" means the making, placing or receipt of any bet or wager in the Commonwealth of money or other thing of value, made in exchange for a chance to win a prize, stake or other consideration or thing of value, dependent upon the result of any game, contest or any other event the outcome of which is uncertain or a matter of chance, whether such game, contest or event occurs or is to occur inside or outside the limits of the Commonwealth.

For the purposes of this subdivision and notwithstanding any provision in this section to the contrary, the making, placing, or receipt of any bet or wager of money or other thing of value shall include the purchase of a product, Internet access, or other thing, which purchase credits the purchaser with free points or other measurable units that may be (i) risked by the purchaser for an opportunity to win additional points or other measurable units that are redeemable by the purchaser for money or (ii) redeemed by the purchaser for money, and but for the free points or other measurable units, with regard to clauses (i) and (ii), the purchase of the product, Internet access, or other thing (a) would be of insufficient value in and of itself to justify the purchase or (b) is merely incidental to the chance to win money.

- 2. "Interstate gambling" means the conduct of an enterprise for profit which engages in the purchase or sale within the Commonwealth of any interest in a lottery of another state or country whether or not such interest is an actual lottery ticket, receipt, contingent promise to pay, order to purchase, or other record of such interest.
  - 3. "Gambling device" includes:
- a. Any device, machine, paraphernalia, equipment, or other thing, including books, records and other papers, which are actually used in an illegal gambling operation or activity, and
- b. Any machine, apparatus, implement, instrument, contrivance, board or other thing, or electronic or video versions thereof, including but not limited to those dependent upon the insertion of a coin or other object for their operation, which operates, either completely automatically or with the aid of some physical act by the player or operator, in such a manner that, depending upon elements of chance, it may eject something of value or determine the prize or other thing of value to which the player is entitled; provided, however, that the return to the user of nothing more than additional chances or the right to use such machine is not deemed something of value within the meaning of this subsection; and provided further, that machines that only sell, or entitle the user to, items of merchandise of equivalent value that may differ from each other in composition, size, shape or color, shall not be deemed gambling devices within the meaning of this subsection.

Such devices are no less gambling devices if they indicate beforehand the definite result of one or more operations but not all the operations. Nor are they any less a gambling device because, apart from their use or adaptability as such, they may also sell or deliver something of value on a basis other than chance.

- 4. "Operator" includes any person, firm or association of persons, who conducts, finances, manages, supervises, directs or owns all or part of an illegal gambling enterprise, activity or operation.
- 5. "Simulated gambling" means any operation, business, or scheme wherein a player engages in behavior whereby decisions are made to wager, stake, or risk any item of value, by any form of purchase or donation, for the opportunity to be awarded a prize of cash, merchandise, or any other item of value, the result of which is uncertain or a matter of chance, whether or not such award is directly or indirectly associated with the action of the player. Notwithstanding any other provision of this section, any game or contest the outcome of which is dependent upon the skill of the participant shall not constitute "simulated gambling."
- 6. "Simulated gambling device" means any electronic, electromechanical, or mechanical contrivance, or any network or system of such devices or components arrayed in any manner, that allows any player to participate in simulated gambling in any form, whether or not all elements of gambling exist in the conduct of the game.