

REFERENCE TITLE: racing; boxing; transfer; gaming commission

State of Arizona
Senate
Fifty-fifth Legislature
Second Regular Session
2022

SB 1458

Introduced by
Senator Borrelli

AN ACT

AMENDING SECTIONS 5-101 AND 5-221, ARIZONA REVISED STATUTES; AMENDING TITLE 5, ARIZONA REVISED STATUTES, BY ADDING CHAPTER 5; REPEALING SECTIONS 5-601, 5-602, 5-602.01, 5-603 AND 5-604, ARIZONA REVISED STATUTES; AMENDING SECTIONS 5-1201 AND 5-1301, ARIZONA REVISED STATUTES; REPEALING SECTIONS 41-3024.28, 41-3026.04 AND 41-3026.22, ARIZONA REVISED STATUTES; AMENDING TITLE 41, CHAPTER 27, ARTICLE 2, ARIZONA REVISED STATUTES, BY ADDING SECTION 41-3032.01; RELATING TO GAMING.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 5-101, Arizona Revised Statutes, is amended to
3 read:

4 5-101. Definitions

5 In this article, unless the context otherwise requires:

6 1. "Additional wagering facility" means a facility that is not the
7 enclosure in which authorized racing takes place but that meets the
8 requirements of section 5-111, subsection A and is used by a permittee for
9 handling pari-mutuel wagering.

10 2. "Advance deposit wagering" means a form of pari-mutuel wagering
11 that allows a person to deposit monies in advance in an account with an
12 advance deposit provider and use the monies to pay for pari-mutuel
13 wagering on live or simulcast racing that the advance deposit pari-mutuel
14 wagering permittee accepts or makes.

15 3. "Advance deposit wagering provider" means a betting system or
16 multijurisdictional wagering provider that is authorized to conduct
17 advance deposit wagering pursuant to this article.

18 4. "Applicant" means a person, partnership, association or
19 corporation placing before the department an application for a permit or
20 license.

21 5. "Association" means a body of persons, corporations,
22 partnerships or associations, united and acting together without a charter
23 from the state for the prosecution of some common enterprise.

24 6. "Commercial horse racing" means horse racing conducted other
25 than by a county fair association.

26 7. "Commission" means the Arizona ~~racing~~ GAMING commission.

27 8. "Concessionaire" means a person, partnership, association or
28 corporation that offers goods or services for sale to the public, a
29 permittee or a licensee at an enclosure in which authorized racing takes
30 place or an additional wagering facility.

31 9. "County fair facility" means any place, enclosure or track
32 constructed in accordance with a permit issued by the commission for the
33 purpose of running county fair horse racing dates as well as any
34 commercial dates for horse racing that may be awarded by the commission in
35 reference to the location.

36 10. "County fair racing association" means an association duly
37 authorized by the board of supervisors to conduct a county fair racing
38 meeting for the benefit of the county.

39 11. "Dark day simulcast" means a simulcast received on a day when
40 there are no posted races conducted at the enclosure in which authorized
41 racing takes place.

42 12. "Department" means the ~~department of gaming~~ ARIZONA GAMING
43 COMMISSION.

- 1 13. "Desensitized" means that a horse's legs on arrival at the
2 receiving barn or saddling paddock do not respond appropriately to tests
3 for feeling administered by an official veterinarian.
- 4 14. "Director" means the director of the ~~department of gaming~~
5 COMMISSION.
- 6 15. "Dog racing" means racing in which greyhound dogs chase a
7 mechanical lure.
- 8 16. "Entered" means that a horse or dog has been registered with an
9 authorized racing official as a participant in a specified race and has
10 not been withdrawn ~~prior to~~ BEFORE presentation of the horse or dog for
11 inspection and testing as provided in section 5-105.
- 12 17. "Financial interest" means any direct pecuniary interest.
- 13 18. "Firm" means a business unit or enterprise that transacts
14 business.
- 15 19. "Handle" means the total amount of money contributed to all
16 pari-mutuel pools by bettors.
- 17 20. "Harness racing" means horse racing in which the horses are
18 harnessed to a sulky, carriage or similar vehicle and driven by a driver.
- 19 21. "Horse racing" means racing in which horses are mounted and
20 ridden by jockeys. For purposes of county fair racing meetings, "horse
21 racing" means racing in which horses or mules are mounted and ridden by
22 jockeys.
- 23 22. "License" means the license issued by the department to each
24 employee or other person participating in any capacity in a racing
25 meeting, including officials and employees of the pari-mutuel department.
- 26 23. "Pari-mutuel wagering" means a system of betting that provides
27 for the distribution among the winning patrons of at least the total
28 amount wagered ~~less~~ MINUS the amount withheld under state law.
- 29 24. "Permit" means a permit for a racing meeting issued under this
30 article.
- 31 25. "Racing meeting" means a number of days of racing allotted by
32 the commission in one permit.
- 33 26. "Simulcast" means the telecast shown within this state of live
34 audio and visual signals of horse, harness or dog races conducted at an
35 out-of-state track or the telecast shown outside this state of live audio
36 and visual signals of horse or harness races originating within this state
37 for the purpose of pari-mutuel wagering.
- 38 27. "Source market fee" means the fee that an advance deposit
39 wagering provider pays to a commercial permittee in the state where the
40 advance deposit wagering customer resides.
- 41 28. "Telephone" means any device that a person uses for voice
42 communications in connection with the services of a telephone company.
- 43 29. "Unauthorized racing meeting" means any racing meeting
44 conducted outside the bounds of a permit.

1 30. "Undesirable" includes known bookmakers, touts, persons
2 convicted of a violation of this article or of any law prohibiting
3 bookmaking or any other illegal forms of wagering, or any other person
4 whose presence would, in the opinion of the director, be inimical to the
5 interests of the state.

6 31. "Week" means seven consecutive days beginning on Monday and
7 ending on Sunday, mountain standard time.

8 Sec. 2. Section 5-221, Arizona Revised Statutes, is amended to
9 read:

10 5-221. Definitions

11 In this article, unless the context otherwise requires:

12 1. "Boxing":

13 (a) Means the act of attack and defense with the fists, using
14 padded gloves, that is practiced as a sport. ~~Where applicable, boxing~~

15 (b) Includes kickboxing, ~~WHERE APPLICABLE.~~

16 2. "Commission" means the Arizona ~~state boxing and mixed martial~~
17 ~~arts~~ GAMING commission.

18 3. "Contest" means any boxing or mixed martial arts bout, event,
19 contest, match or exhibition between two persons.

20 4. "Department" means the ~~department of gaming~~ COMMISSION.

21 5. "Director" means the director of the ~~department of gaming~~
22 COMMISSION.

23 ~~6. "Executive director" means the executive director of the~~
24 ~~commission.~~

25 ~~7.~~ 6. "Kickboxing" means a form of boxing, including muay thai
26 pursuant to rules and regulations of the United States muay thai
27 association or another muay thai sanctioning body that is approved by the
28 commission, in which blows are delivered with any part of the arm below
29 the shoulder, including the hand, and any part of the leg below the hip,
30 including the foot.

31 ~~8.~~ 7. "Mixed martial arts" means any form of competition or
32 contest, other than boxing or kickboxing, in which blows are delivered and
33 in which the competitors use any combination of tactics including boxing,
34 wrestling, striking, kicking, martial arts and submission techniques.

35 ~~9.~~ 8. "Professional" means any person who competes for any money
36 prize or a prize that exceeds the value of ~~thirty-five dollars~~ \$35 or
37 teaches or pursues or assists in the practice of boxing or mixed martial
38 arts as a means of obtaining a livelihood or pecuniary gain.

39 ~~10.~~ 9. "Tough man contest":

40 (a) Means any boxing match consisting of one minute rounds, between
41 two or more persons who use their hands, wearing padded gloves that weigh
42 at least twelve ounces, or their feet, or both, in any manner. ~~Tough man~~
43 ~~contest~~

44 (b) Does not include kickboxing or any recognized martial arts
45 competition.

1 I. A PERSON WHO HOLDS ELECTED OFFICE IN THIS STATE OR ANY OFFICER
2 OR OFFICIAL OF A POLITICAL PARTY OR POLITICAL CONVENTION ARE NOT QUALIFIED
3 FOR MEMBERSHIP ON THE COMMISSION, APPOINTMENT TO THE COMMISSION OR
4 EMPLOYMENT BY THE COMMISSION.

5 J. THE COMMISSION SHALL MEET AT THE DISCRETION OF THE COMMISSION.
6 A MAJORITY OF THE COMMISSION MEMBERS CONSTITUTE A QUORUM.

7 K. THE COMMISSION SHALL HAVE AN OFFICE LOCATED IN PHOENIX AND MAY
8 MAINTAIN AN OFFICE IN TUCSON. ON REQUEST OF THE COMMISSION, AN AGENCY OF
9 THIS STATE OR A POLITICAL SUBDIVISION OF THIS STATE SHALL PROVIDE THE
10 COMMISSION WITH ITS SERVICES, EQUIPMENT, DOCUMENTS, PERSONNEL AND
11 FACILITIES TO THE EXTENT POSSIBLE WITHOUT COST TO THE COMMISSION.

12 L. THE COMMISSION SHALL:

13 1. ASSUME ALL THE POWERS AND DUTIES OF THE ARIZONA RACING
14 COMMISSION, THE ARIZONA STATE BOXING AND MIXED MARTIAL ARTS COMMISSION AND
15 THE DEPARTMENT OF GAMING.

16 2. ENFORCE ALL RULES ADOPTED RELATING TO GAMING.

17 3. ENSURE THE CONTINUED GROWTH AND SUCCESS OF GAMING IN THIS STATE
18 BY ESTABLISHING PUBLIC CONFIDENCE.

19 4. REGULATE THE LOCATION, PRACTICE, ASSOCIATION AND ACTIVITIES
20 RELATING TO THE OPERATION OF LICENSED GAMING ESTABLISHMENTS AND THE
21 MANUFACTURE, SALE OR DISTRIBUTION OF GAMING DEVICES AND ASSOCIATED
22 EQUIPMENT.

23 5. LICENSE ALL ESTABLISHMENTS WHERE GAMING IS CONDUCTED AND WHERE
24 GAMING DEVICES ARE OPERATED TO PROTECT THE PUBLIC HEALTH, SAFETY, ORDER
25 AND GENERAL WELFARE OF RESIDENTS OF THE STATE OF ARIZONA

26 M. FOR THE PURPOSES OF THIS SECTION, "GAMING" MEANS ALL RACING,
27 BOXING, KICKBOXING, MIXED MARTIAL ARTS, GAMBLING ON INDIAN RESERVATIONS,
28 FANTASY SPORTS CONTESTS AND EVENT WAGERING CONDUCTED IN THIS STATE.

29 Sec. 4. Repeal

30 Sections 5-601, 5-602, 5-602.01, 5-603 and 5-604, Arizona Revised
31 Statutes, are repealed.

32 Sec. 5. Section 5-1201, Arizona Revised Statutes, is amended to
33 read:

34 5-1201. Definitions

35 In this chapter, unless the context otherwise requires:

36 1. "Applicant" means any person that has applied for a license as a
37 fantasy sports contest operator or that has been approved for any act
38 related to fantasy sports contests.

39 2. "Application" means a request to issue a license as a fantasy
40 sports contest operator or to approve any act related to fantasy sports
41 contests.

42 3. "Athletic event":

43 (a) Means a real-world professional, collegiate or nationally
44 recognized sports game, contest or competition that involves the physical
45 exertion and skill of the participating individual athletes who are each

1 physically present at the location in which the sports game, contest or
2 competition occurs, and the outcome of the sports game, contest or
3 competition is directly dependent on the performance of the participating
4 athletes.

5 (b) Includes events involving motor vehicles.

6 4. "Department" means the ~~department of gaming~~ ARIZONA GAMING
7 COMMISSION.

8 5. "Entry fee" means cash or A cash equivalent that is paid by a
9 participant to a fantasy sports contest operator to participate in a
10 fantasy sports contest.

11 6. "Fantasy sports contest" means a simulated game or contest that
12 is offered to the public with an entry fee and that meets all of the
13 following conditions:

14 (a) No fantasy sports contest team is composed of the entire roster
15 of a real-world sports team.

16 (b) No fantasy sports contest team is composed entirely of
17 individual athletes who are members of the same real-world sports team.

18 (c) Each prize or award or the value of all prizes or awards
19 offered to winning fantasy sports contest players is made known to the
20 fantasy sports contest players in advance of the fantasy sports contest.

21 (d) Each winning outcome reflects the relative knowledge and skill
22 of the fantasy sports contest players and is determined by the aggregated
23 statistical results of the performance of multiple individual athletes or
24 participants selected by the fantasy sports contest player to form the
25 fantasy sports contest team, whose individual performances in the fantasy
26 sports contest directly correspond with the actual performance of those
27 athletes or participants in the athletic events in which those individual
28 athletes or participants participated.

29 (e) A winning outcome is not based on randomized or historical
30 events or on the score, point spread or performance in an athletic event
31 of a single real-world sports team, a single athlete or any combination of
32 real-world sports teams.

33 (f) The fantasy sports contest does not constitute or involve and
34 is not based on any of the following:

35 (i) Racing that involves animals.

36 (ii) A game or contest ordinarily offered by a horse track or
37 casino for money, credit or any representative of value, including any
38 races, games or contests that involve horses or that are played with cards
39 or dice.

40 (iii) A slot machine or other mechanical, electromechanical or
41 electronic device, equipment or machine.

42 (iv) Poker, blackjack, faro, monte, keno, bingo, fan-tan,
43 twenty-one, seven and a half, klondike, craps, chuck-a-luck, Chinese
44 chuck-a-luck, wheel of fortune, chemin de fer, baccarat, pai gow, beat the
45 banker, panguingue, roulette or other banking or percentage games.

1 (v) Any other game or device that is authorized or that is not
2 authorized by this state.

3 (vi) A high school or youth sporting event or any event that is not
4 an athletic event.

5 (vii) A contest that involves or results in betting on a race, a
6 game, a contest or a sport that constitutes event wagering as defined in
7 section 5-1301.

8 7. "Fantasy sports contest adjusted revenues" means the amount
9 equal to the total of all entry fees that a fantasy sports contest
10 operator collects from all fantasy sports contest players minus the total
11 of all sums paid out as prizes or awards to all fantasy sports contest
12 players, multiplied by the in-state percentage.

13 8. "Fantasy sports contest operator" or "operator" means a person
14 that is engaged in the business of professionally conducting paid fantasy
15 sports contests for cash or other prizes or awards for members of the
16 general public that requires cash or cash equivalent as an entry fee to be
17 paid by a member of the general public who participates in a paid fantasy
18 sports contest.

19 9. "Fantasy sports contest platform" means the hardware, software,
20 firmware, communications technology or other equipment, including operator
21 procedures implemented to allow player participation in digital or online
22 fantasy sports contests, and if supported, the corresponding equipment
23 related to the display of the outcomes, and other similar information
24 necessary to facilitate player participation in which a player is provided
25 with the means to establish a player account and the fantasy sports
26 contest operator is provided with the means to review player accounts,
27 suspend fantasy sports contests, generate various financial transaction
28 and account reports, input outcomes for fantasy sports contests and set
29 any configurable parameters.

30 10. "Fantasy sports contest player" or "player" means an individual
31 who participates in a fantasy sports contest offered by a fantasy sports
32 contest operator.

33 11. "Fantasy sports contest team" means the simulated team composed
34 of multiple individual athletes, each of whom is a member of a real-world
35 sports team that a fantasy sports contest player selects to compete in a
36 fantasy sports contest.

37 12. "Highly experienced player" means a fantasy sports contest
38 player who has done at least one of the following:

39 (a) Entered more than one thousand fantasy sports contests offered
40 by a single fantasy sports contest operator.

41 (b) Won more than three prizes or awards valued at \$1,000 each or
42 more from a single fantasy sports contest operator.

43 13. "Holding company" means a corporation, firm, partnership,
44 limited partnership, limited liability company, trust or other form of

1 business organization that is not an individual and that directly or
2 indirectly does either of the following:

3 (a) Holds an ownership interest of ten percent or more, as
4 determined by the holding company's board, in a fantasy sports contest
5 operator.

6 (b) Holds voting rights with the power to vote ten percent or more
7 of the outstanding voting rights of a fantasy sports contest operator.

8 14. "In-state percentage" means, for each fantasy sports contest,
9 the percentage, rounded to the nearest tenth of a percent, equal to the
10 total entry fees collected from all in-state participants divided by the
11 total entry fees collected from all participants in the fantasy sports
12 contest, unless otherwise prescribed by the department.

13 15. "Key employee" means an employee of a fantasy sports contest
14 operator who has the power to exercise significant influence over
15 decisions concerning the fantasy sports contest operator.

16 16. "License" means an approval that is issued by the department to
17 any person or entity to be involved in a fantasy sports operation.

18 17. "Management company" means a person retained by a fantasy
19 sports contest operator to manage a fantasy sports contest platform and
20 provide general administration and other operational services.

21 18. "Person" means an individual, partnership, corporation,
22 association, limited liability company, federally recognized Indian tribe
23 or other legal entity.

24 19. "Player account" means an account that is established by a
25 patron for the purpose of participating in fantasy sports contests,
26 including deposits, withdrawals, entry fees and payouts.

27 20. "Prize or award" means anything of value or any amount of cash
28 or cash equivalents.

29 21. "Protected information" means information related to playing
30 fantasy sports contests by a fantasy sports contest player that is not
31 readily available to the general public and that is obtained as a result
32 of a person's employment in relation to a fantasy sports contest.

33 22. "Script" means a list of commands that a fantasy **SPORTS**
34 contest-related computer program can execute and that is created by a
35 fantasy sports contest player or by a third party for a fantasy sports
36 contest player to automate processes on a fantasy sports contest platform.

37 Sec. 6. Section 5-1301, Arizona Revised Statutes, is amended to
38 read:

39 **5-1301. Definitions**

40 In this chapter, unless the context otherwise requires:

41 1. "Adjusted gross event wagering receipts" means an event wagering
42 operator's gross wagering receipts, excluding voided bets, minus winnings
43 paid to authorized participants and any federal excise tax. A deduction
44 from adjusted gross event wagering receipts equal to the value of free
45 bets or promotional credits redeemed by authorized participants may be

1 taken as provided in this paragraph. The deduction under this paragraph
2 for free bets or promotional credits is limited to the first five years
3 following ~~the effective date of this section~~ APRIL 15, 2021 as follows:

4 (a) For years one and two, a deduction not to exceed twenty percent
5 of an event wagering operator's gross wagering receipts.

6 (b) For year three, a deduction not to exceed fifteen percent of an
7 event wagering operator's gross wagering receipts.

8 (c) For years four and five, a deduction not to exceed ten percent
9 of an event wagering operator's gross wagering receipts.

10 (d) For year six and each year thereafter, a deduction of free bets
11 is not allowed. January 1 following the year in which the event wagering
12 operator begins event wagering operations is considered the first year of
13 event wagering for the purposes of this paragraph. An event wagering
14 operator may deduct up to twenty percent of an event wagering operator's
15 gross wagering receipts during any period that the operator conducts event
16 wagering before January 1 of the first year of event wagering operations.

17 2. "Department" means the ~~department of gaming~~ ARIZONA GAMING
18 COMMISSION.

19 3. "E-sport EVENT" means an organized, multiplayer video game
20 competition, particularly between professional players, individually or as
21 teams.

22 4. "Event wagering":

23 (a) Means accepting wagers on sports events or other events,
24 portions of sports events or other events, the individual performance
25 statistics of athletes in a sports event or combination of sports events
26 or the individual performance of individuals in other events or a
27 combination of other events by any system or method of wagering, including
28 in person or over the Internet through websites and on mobile devices.

29 (b) Does not include a fantasy sports contest as defined in section
30 5-1201.

31 5. "Event wagering employee" means an employee of an event wagering
32 operator, sports facility, management services provider or limited event
33 wagering operator who is directly involved in the management or control of
34 the conduct of event wagering under this chapter in this state.

35 6. "Event wagering facility" means a facility at which event
36 wagering is conducted under this chapter.

37 7. "Event wagering operator" means either:

38 (a) An owner or operator of an Arizona professional sports team or
39 franchise, an operator of a sports facility in this state that hosts an
40 annual tournament on the PGA tour or a promoter of a national association
41 for stock car auto racing national touring race in this state, or the
42 designee of such an owner, operator or promoter, who is licensed to offer
43 event wagering under this chapter. If an owner, operator or promoter that
44 qualified for an event wagering operator license appoints a designee, the

1 designee will be considered the event wagering operator and the licensee
2 with respect to the applicable license for the purposes of this chapter.

3 (b) An Arizona Indian tribe or an entity fully owned by an Arizona
4 Indian tribe, or its designee, licensed to operate only mobile event
5 wagering outside the boundaries of its Indian lands and throughout this
6 state if it has signed the most recent tribal-state gaming compact and any
7 applicable appendices or amendments. If an Indian tribe that qualified
8 for an event wagering operator license appoints a designee, the designee
9 will be considered the event wagering operator and the licensee with
10 respect to the applicable license for the purposes of this chapter.

11 ~~10.~~ 8. "Licensee" means a person that holds an event wagering
12 operator license, limited event wagering license, supplier license or
13 management services provider license.

14 ~~8.~~ 9. "Limited event wagering operator" means a racetrack
15 enclosure or additional wagering facility that holds a permit issued by
16 the division of racing to offer wagers on horseracing and that is licensed
17 under this chapter.

18 ~~11.~~ 10. "Management services provider" means a person that
19 operates, manages or controls event wagering authorized by this chapter on
20 behalf of an event wagering operator or limited event wagering operator,
21 including developing or operating event wagering platforms and providing
22 odds, lines and global risk management, and may provide services to more
23 than one licensed event wagering operator or licensed limited event
24 wagering operator.

25 ~~9.~~ 11. "Official league data" means statistics, results, outcomes
26 and other data related to a sports event or other event obtained pursuant
27 to an agreement with the relevant sports governing body or an entity
28 expressly authorized by the sports governing body to provide such
29 information to licensees that authorizes the use of such data for
30 determining the outcome of sports wagers on sports events or other events.

31 12. "Other event" means a competition of relative skill or an event
32 authorized by the department under this chapter.

33 13. "Person" means an individual, partnership, committee,
34 association, corporation, ~~OR~~ Indian tribe or an entity fully owned by an
35 Indian tribe, or any other organization or group of persons.

36 14. "Professional sport" means a sport conducted at the highest
37 level league or organizational play for its respective sport and includes
38 baseball, basketball, football, golf, hockey, soccer and motorsports.

39 15. "Prohibited conduct" includes any statement, action or other
40 communication intended to unlawfully influence, manipulate or control a
41 betting outcome of a sports event or other event of any individual
42 occurrence or performance in a sports event or other event in exchange for
43 financial gain or to avoid financial or physical harm.

- 1 16. "Prohibited participant" means:
2 (a) Any individual whose participation may undermine the integrity
3 of the wagering, the sports event or the other event.
4 (b) Any individual who is prohibited from placing a wager as an
5 agent, proxy or because of self-exclusion.
6 (c) Any individual who is an athlete, coach, referee, player,
7 trainer or personnel of a sports organization in any sports event or other
8 event overseen by that individual's sports organization who, based on
9 information that is not publicly available, has the ability to determine
10 or to unlawfully influence the outcome of a wager.
11 (d) An individual who holds a position of authority or influence
12 sufficient to exert influence over the participants in a sporting contest,
13 including coaches, managers, handlers and athletic trainers, such that
14 their actions can affect the outcome of a wager.
15 (e) An individual with access to exclusive information on any
16 sports event or other event overseen by that individual's sports governing
17 body that is not publicly available information or any individual
18 identified by any lists provided by the sports governing body to the
19 Department.
20 17. "Sports event" means a professional sport or athletic event, a
21 collegiate sport or athletic event, a motor race event, an e-sport event
22 or an olympic event.
23 18. "Sports facility" means a facility that is owned by a
24 commercial, state or local government or quasi-governmental entity that
25 hosts professional sports events and that holds a seating capacity of more
26 than ten thousand persons at its primary facility, one location in this
27 state that hosts an annual golf tournament on the PGA tour and one
28 location that holds an outdoor motorsports facility that hosts a national
29 association for stock car auto racing national touring race.
30 19. "Sports governing body" means an organization headquartered in
31 the United States that prescribes final rules and enforces codes of
32 conduct with respect to a sports event and participants in a sports event.
33 ~~22.~~ 20. "Supplier" means a person that manufactures, distributes
34 or supplies event wagering equipment or software, including event wagering
35 systems.
36 ~~20.~~ 21. "Tier one sports wager" means a sports wager that is
37 determined solely by the final score or final outcome of the sports event
38 and that is placed before the sports event has begun.
39 ~~21.~~ 22. "Tier two sports wager" means a sports wager that is not a
40 tier one sports wager.
41 23. "Wager":
42 (a) Means a sum of money or thing of value risked on an uncertain
43 occurrence.

1 (b) Includes tier one and tier two sports wagers, single-game bets,
2 teaser bets, parlays, over-under bets, moneyline bets, pools, exchange
3 wagering, in-game wagering, in-play bets, proposition bets, straight bets
4 and other wagers approved by the department.

5 Sec. 7. Repeal

6 Sections 41-3024.28, 41-3026.04 and 41-3026.22, Arizona Revised
7 Statutes, are repealed.

8 Sec. 8. Title 41, chapter 27, article 2, Arizona Revised Statutes,
9 is amended by adding section 41-3032.01, to read:

10 41-3032.01. Arizona gaming commission: termination July 1,
11 2032

12 A. THE ARIZONA GAMING COMMISSION TERMINATES ON JULY 1, 2032.

13 B. TITLE 5, CHAPTERS 1, 2 AND 5 AND THIS SECTION ARE REPEALED ON
14 JANUARY 1, 2033.

15 Sec. 9. Purpose

16 Pursuant to section 41-2955, subsection E, Arizona Revised Statutes,
17 the legislature establishes the Arizona gaming commission to regulate and
18 promote gaming.

19 Sec. 10. Transferring powers

20 The Arizona gaming commission succeeds to the powers and duties of
21 the following:

- 22 1. The Arizona racing commission.
- 23 2. The Arizona state boxing and mixed martial arts commission.
- 24 3. The department of gaming.

25 Sec. 11. Conforming legislation

26 The legislative council staff shall prepare proposed legislation
27 conforming the Arizona Revised Statutes to the provisions of this act for
28 consideration in the fifth-sixth legislature, first regular session.

29 Sec. 12. Effective date

30 This act is effective from and after June 30, 2023.