AN ACT

Regular Session, 1997

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HOUSE BILL NO. 2480

BY REPRESENTATIVE PERKINS

CRIME: Creates crime of gambling by computer

2 To enact R.S. 14:90.3, relative to offenses affecting general morality; to create 3 the crime of gambling by computer; to provide definitions; to provide 4 penalties; and to provide for related matters. 5 Be it enacted by the Legislature of Louisiana: 6 Section 1. R.S. 14:90.3 is hereby enacted to read as follows: 7 §90.3. Gambling by computer 8 A. The Legislature of Louisiana, desiring to protect individual 9 rights, while at the same time affording opportunity for the fullest 10 development of the individual and promoting the health, safety, 11 education, and welfare of the people, including the children of this state 12 who are our most precious and valuable resource, finds that the state 13 has a compelling interest in protecting its citizens and children from 14 certain activities and influences which can result in irreparable harm. 15 The legislature has expressed its intent to develop a controlled 16 well-regulated gaming industry. The legislature is also charged with

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the responsibility of protecting and assisting its citizens who suffer

from compulsive or problem gaming behavior which can result from

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the increased availability of legalized gaming activities. The legislature recognizes the development of the Internet and the information super highway allowing communication and exchange of information from all parts of the world and freely encourages this exchange of information and ideas. The legislature recognizes and encourages the beneficial effects computers, computer programming, and use of the Internet resources have had on the children of the state of Louisiana by expanding their educational horizons. The legislature further recognizes that it has an obligation and responsibility to protect its citizens, and in particular its youngest citizens, from the pervasive nature of gambling which can occur via the Internet and the use of computers connected to the Internet. Gambling has long been recognized as a crime in the state of Louisiana and despite the enactment of many legalized gaming activities remains a crime. Gambling which occurs via the Internet embodies the very activity that the legislature seeks to prevent. The legislature further recognizes that the state's constitution and that of the United States are declarations of rights which the drafters intended to withstand time and address the wrongs and injustices which arise in future years. The legislature hereby finds and declares that it has balanced its interest in protecting the citizens of this state with the protection afforded by the First Amendment, and the mandates of Article XII, Section 6 of the Constitution of Louisiana and that this Section is a product thereof.

B. Gambling by computer is the intentional conducting, or directly assisting in the conducting of any game, contest, lottery, or contrivance whereby a person risks the loss of anything of value in order to realize a profit using any computer, computer system,

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computer network, computer software, or any server accessing the

| 2 | Internet, World Wide Web, or any part thereof. |
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| 3 | C. For purposes of this Section the following definitions apply: |
| 4 | (1) "Client" means anyone using a computer to access a |
| 5 | computer server. |
| 6 | (2) "Computer" includes an electronic, magnetic, optical, or |
| 7 | other high-speed data processing device or system performing logical, |
| 8 | arithmetic, and storage functions, and includes any property, data |
| 9 | storage facility, or communications facility directly related to or |
| 10 | operating in conjunction with such device or system. "Computer" shall |
| 11 | not include an automated typewriter or typesetter, a machine designed |
| 12 | solely for word processing, or a portable hand-held calculator, nor shall |
| 13 | "computer" include any other device which might contain components |
| 14 | similar to those in computers but in which the components have the |
| 15 | sole function of controlling the device for the single purpose for which |
| 16 | the device is intended. |
| 17 | (3) "Computer network" means a set of related, remotely |
| 18 | connected devices and communication facilities including at least one |
| 19 | computer system with capability to transmit data through |
| 20 | communication facilities. |
| 21 | (4) "Computer services" means providing access to or service |
| 22 | or data from a computer, a computer system, or a computer network. |
| 23 | (5) "Computer software" means a set of computer programs, |
| 24 | procedures, and associated documentation concerned with operation of |
| 25 | a computer system. |

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(6) "Computer system" means a set of functionally related,

| 2 | connected or unconnected, computer equipment, devices, or computer |
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| 3 | software. |
| 4 | (7) "Home Page" means the index or location for each |
| 5 | computer site on the World Wide Web. |
| 6 | (8) "Internet" means the global information system that is |
| 7 | logically linked together by a globally unique address space based or |
| 8 | the Internet Protocol or its subsequent extensions, is able to support |
| 9 | communications using the Transmission Control Protocol/Interne |
| 10 | Protocol suite or its subsequent extensions, and other Internet Protocol |
| 11 | compatible protocols, and provides, uses or makes accessible, either |
| 12 | publicly or privately, high level services layered on the |
| 13 | communications and related infrastructure described herein. |
| 14 | (9) "Server" means a computer that listens for and services a |
| 15 | <u>client.</u> |
| 16 | (10) "World Wide Web" means a server providing connections |
| 17 | to mega lists of information on the Internet; it is made up of millions of |
| 18 | individual web sites linked together. |
| 19 | D. Whoever commits the crime of gambling by computer shall |
| 20 | be fined not more than five hundred dollars, or imprisoned for not more |
| 21 | than six months, or both. |
| 22 | E. Whoever designs, develops, manages, supervises, maintains |
| 23 | provides, or produces any computer services, computer system |
| 24 | computer network, computer software, or any server providing a Home |
| 25 | Page, Web Site, or any other product accessing the Internet, World |
| 26 | Wide Web, or any part thereof offering to any client the conducting of |
| 27 | any game, contest, lottery, or contrivance whereby a person risks the |
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loss of anything of value in order to realize a profit shall be fined not
more than twenty thousand dollars, or imprisoned with or without hard
labor, for not more than five years, or both.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument.

Perkins HB No. 2480

Proposed law creates the crime of gambling by computer.

<u>Proposed law</u> further provides definitions for clients, computers, computer networks, services, software and systems, home pages, the Internet, servers, and the World Wide Web.

<u>Proposed law</u> defines gambling by computer as the intentional conducting, or directly assisting in the conducting of any game, contest, lottery, or contrivance whereby a person risks the loss of anything of value in order to realize a profit using any computer, computer system, computer network, computer software, or any server accessing the Internet, World Wide Web, or any part thereof.

<u>Proposed law</u> further provides a penalty of gambling by computer of a fine of not more than \$500 or imprisonment for not more than six months, or both.

<u>Proposed law</u> provides a penalty for anyone who designs, develops, manages, supervises, maintains, provides or produces any computer services, computer system, computer network, computer software, or any server providing a Home Page, Web Site or any other product accessing the Internet, World Wide Web, or any part thereof offering to any client the conducting of any game, contest, lottery, or contrivance whereby a person risks the loss of anything of value in order to realize a profit of a fine of not more than \$20,000, or imprisonment with or without hard labor, for not more than five years, or both.

(Adds R.S. 14:90.3)