THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. $2937_{1994}^{Session of}$

INTRODUCED BY HANNA, GIGLIOTTI, TRICH, LAUGHLIN AND YOUNGBLOOD, JUNE 16, 1994

REFERRED TO COMMITTEE ON FINANCE, JUNE 16, 1994

AN ACT

1 2 3 4 5 6 7 8 9	Amending the act of December 19, 1988 (P.L.1262, No.156), entitled, as amended, "An act providing for the licensing of eligible organizations to conduct games of chance, for the licensing of persons to distribute games of chance, for the registration of manufacturers of games of chance, and for suspensions and revocations of licenses and permits; requiring records; providing for local referendum by electorate; and prescribing penalties," further providing for definitions and eligible organizations.
10	The General Assembly of the Commonwealth of Pennsylvania
11	hereby enacts as follows:
12	Section 1. Section 2 of the act of December 19, 1988
13	(P.L.1262, No.156), known as the Local Option Small Games of
14	Chance Act, is repealed.
15	Section 2. The definitions of "eligible organizations" and
16	"public interest purposes" in section 3 of the act are amended
17	and the section is amended by adding a definition to read:
18	Section 3. Definitions.
19	The following words and phrases when used in this act shall
20	have the meanings given to them in this section unless the
21	context clearly indicates otherwise:

1 * * *

2 <u>"Commercial establishment." An establishment organized for</u>
3 profit.

4 * * *

5 "Eligible organizations." [Includes] The term includes commercial establishments and qualifying nonprofit charitable, 6 religious, fraternal and veterans organizations, clubs and civic 7 8 and service associations as defined by this act. In order to qualify as an eligible organization for purposes of this act, an 9 organization shall have been in existence and fulfilling its 10 11 purposes for one year prior to the date of application for a 12 license.

13 * * *

["Public interest purposes." One or more of the following: 14 15 (1) Benefiting persons by enhancing their opportunity 16 for religious or education advancement, by relieving or protecting them from disease, suffering or distress, by 17 18 contributing to their physical, emotional or social well-19 being, by assisting them in establishing themselves in life 20 as worthy and useful citizens or by increasing their 21 comprehension of and devotion to the principles upon which this nation was founded. 22

(2) Initiating, performing or fostering worthy public
works or enabling or furthering the erection or maintenance
of public structures.

26 (3) Lessening the burdens borne by government or
27 voluntarily supporting, augmenting or supplementing services
28 which government would normally render to the people.

29 (4) Improving, expanding, maintaining or repairing real 30 property owned or leased by an eligible organization and used 19940H2937B3940 - 2 - for purposes specified in paragraphs (1), (2) and (3).
The term does not include the erection or acquisition of any
real property, unless the property will be used exclusively for
one or more of the purposes specified in this definition.]
* * *

6 Section 3. Sections 4 and 12(a) of the act, amended December
7 19, 1990 (P.L.812, No.195), are amended to read:
8 Section 4. Games of chance permitted.

9 Every eligible organization to which a license has been 10 issued under the provisions of this act may conduct games of 11 chance [for the purpose of raising funds for public interest 12 purposes. All proceeds of games of chance shall be used 13 exclusively for public interest purposes or for the purchase of 14 games of chance as permitted by this act].

15 Section 12. Revocation of licenses.

16 (a) Grounds.--The licensing authority shall revoke or refuse 17 to renew the license of any eligible organization whenever the 18 district attorney finds upon complaint and investigation that:

19 [(1) Any of the funds derived from the operation of 20 games of chance are used for any purpose other than for 21 public interest purposes or for the purchase of games of 22 chance as permitted by this act.]

23 (2) Any person under 18 years of age is operating or
24 playing games of chance as defined in this act.

(3) The eligible organization has permitted any person
who has been convicted of a felony in a Federal or State
court within the past five years or has been convicted in a
Federal or State court within the past ten years of a
violation of the act of July 10, 1981 (P.L.214, No.67), known
as the Bingo Law, or of this act, to manage, set up,

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1 supervise or participate in the operation of games of chance.

2 (4) The facility in which the games of chance are played
3 does not have adequate means of ingress and egress and does
4 not have adequate sanitary facilities available in the area.

5 (5) Any person or persons other than a manager, officer, 6 director, bar personnel or a bona fide member of an eligible 7 organization have been involved in managing, setting up, 8 operating or running games of chance.

9 (6) Any person has received compensation for conducting10 games of chance.

(7) Any prize has been awarded in excess of the limitspermitted under this act.

13 (8) The eligible organization has violated any condition14 of a special permit issued pursuant to section 11.

15 (9) The eligible organization conducts the games of16 chance under a lease which calls for:

17 (i) leasing such premises from the owner thereof18 under an oral agreement; or

(ii) leasing such premises from the owner thereof
under a written agreement at a rental which is determined
by the amount of receipts realized from the playing of
games of chance.

(10) False or erroneous information was provided in theoriginal application.

(11) An eligible organization has been convicted of a
violation of this act as evidenced by a certified record of
the conviction.

28 (12) The eligible organization has permitted another 29 eligible organization to conduct small games of chance on its 30 licensed premises without suspending its own operation of 19940H2937B3940 - 4 -

- 1 small games of chance during the period that the other
 2 licensed eligible organization is conducting its games on the
 3 premises.
- 4 * * *
- 5 Section 4. This act shall take effect in 60 days.