THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 700

Session of 2015

INTRODUCED BY WARD, STEFANO, RAFFERTY, SCARNATI, BARTOLOTTA, TOMLINSON, ARGALL, ALLOWAY, McGARRIGLE, WHITE AND MENSCH, MAY 14, 2015

REFERRED TO COMMUNITY, ECONOMIC AND RECREATIONAL DEVELOPMENT, MAY 14, 2015

AN ACT

Amending Title 4 (Amusements) of the Pennsylvania Consolidated Statutes, in general provisions relating to gaming, further providing for legislative intent; in Pennsylvania Gaming Control Board, further providing for slot machine license fee; in licensees, further providing for supplier licenses, for manufacturer licenses, for slot machine testing and 5 6 certification standards and for license renewals; providing 7 for reinvestment incentives; in table games, further providing for table game device and associated equipment 9 testing and certification standards; and, in administration 10 and enforcement, further providing for investigations and 11 enforcement and for detention. 12 The General Assembly of the Commonwealth of Pennsylvania 13 14 hereby enacts as follows: 15 Section 1. Section 1102 of Title 4 of the Pennsylvania 16 Consolidated Statutes is amended by adding a paragraph to read: 17 § 1102. Legislative intent. 18 The General Assembly recognizes the following public policy 19 purposes and declares that the following objectives of the 20 Commonwealth are to be served by this part: * * * 21

(3.1) The Commonwealth has a fundamental interest in the

22

- 1 <u>encouragement of continued investment and reinvestment in the</u>
- 2 gaming industry established in this Commonwealth to ensure
- 3 <u>that this significant source of revenue is available to</u>
- 4 <u>support property tax relief, wage tax reduction, economic</u>
- 5 <u>development opportunities and other important initiatives.</u>
- 6 * * *
- 7 Section 2. Sections 1209(b), 1317(c), 1317.1(c), 1320(a) and
- 8 (b) and 1326(a) of Title 4 are amended to read:
- 9 § 1209. Slot machine license fee.
- 10 * * *
- 11 (b) Term.--A slot machine license, after payment of the fee,
- 12 shall be in effect unless suspended, revoked or not renewed by
- 13 the board upon good cause consistent with the license
- 14 requirements as provided for in this part. Slot machine
- 15 licensees shall be required to update the information in their
- 16 initial applications annually, and the license of a licensee in
- 17 good standing shall be renewed every [three] five years. Nothing
- 18 in this subsection shall relieve a licensee of the affirmative
- 19 duty to notify the board of any changes relating to the status
- 20 of its license or to any other information contained in the
- 21 application materials on file with the board. As to the renewal
- 22 of a license, except as required in subsection (f)(3), no
- 23 additional license fee pursuant to subsection (a) shall be
- 24 required.
- 25 * * *
- 26 § 1317. Supplier licenses.
- 27 * * *
- 28 (c) Review and approval. -- Upon being satisfied that the
- 29 requirements of subsection (b) have been met, the board may
- 30 approve the application and issue the applicant a supplier

- 1 license consistent with all of the following:
- 2 (1) The initial license shall be for a period of one
- 3 year, and, if renewed under subsection (d), the license shall
- 4 be for a period of [three] <u>five</u> years. Nothing in this
- 5 paragraph shall relieve a licensee of the affirmative duty to
- 6 notify the board of any changes relating to the status of its
- 7 license or to any information contained in the application
- 8 materials on file with the board.
- 9 (2) The license shall be nontransferable.
- 10 (3) Any other condition established by the board.
- 11 * * *
- 12 § 1317.1. Manufacturer licenses.
- 13 * * *
- 14 (c) Review and approval. -- Upon being satisfied that the
- 15 requirements of subsection (b) have been met, the board may
- 16 approve the application and grant the applicant a manufacturer
- 17 license consistent with all of the following:
- 18 (1) The initial license shall be for a period of one
- 19 year, and, if renewed under subsection (d), the license shall
- 20 be for a period of [three] <u>five</u> years. Nothing in this
- 21 paragraph shall relieve the licensee of the affirmative duty
- 22 to notify the board of any changes relating to the status of
- its license or to any other information contained in
- application materials on file with the board.
- 25 (2) The license shall be nontransferable.
- 26 (3) Any other condition established by the board.
- 27 * * *
- 28 § 1320. Slot machine testing and certification standards.
- 29 (a) Use of other state standards.--Until such time as the
- 30 board establishes an independent testing and certification

- 1 facility pursuant to subsection (b) and thereafter where cost
- 2 <u>savings and efficiencies can be achieved</u>, the board may
- 3 determine, at its discretion, whether the slot machine testing
- 4 and certification standards of another jurisdiction within the
- 5 United States in which an applicant for a manufacturer license
- 6 is licensed are comprehensive and thorough and provide similar
- 7 adequate safeguards as those required by this part. If the board
- 8 makes that determination, it may permit a manufacturer through a
- 9 licensed supplier as provided in section 1317 (relating to
- 10 supplier and manufacturer licenses application) to deploy those
- 11 slot machines which have met the slot machine testing and
- 12 certification standards in such other jurisdictions without
- 13 undergoing the full testing and certification process by a
- 14 board-established independent facility. In the event slot
- 15 machines of an applicant for a manufacturer license are licensed
- 16 in such other jurisdiction, the board may determine to use an
- 17 abbreviated process requiring only that information determined
- 18 by the board to be necessary to consider the issuance of a slot
- 19 machine certification to such an applicant. Alternatively, the
- 20 board in its discretion may also rely upon the certification of
- 21 a slot machine that has met the testing and certification
- 22 standards of a board-approved private testing and certification
- 23 facility until such time as the board establishes an independent
- 24 testing and certification facility pursuant to subsection (b).
- 25 Nothing in this section shall be construed to waive any fees
- 26 associated with obtaining a license through the normal
- 27 application process.
- 28 (b) Facility in Commonwealth.--[Within three years
- 29 immediately following the effective date of this part, the]
- 30 (1) The board shall establish and maintain an

- 1 independent slot machine testing and certification facility.
- 2 The cost for the establishment and operation of an
- 3 independent slot machine testing and certification facility
- 4 shall be paid by each licensed manufacturer in accordance
- 5 with a schedule adopted by the board. The facility shall be
- 6 made available to each slot machine manufacturer and supplier
- 7 as determined by the board.
- 8 (2) Each licensed manufacturer shall also be responsible
- 9 for any costs associated with any testing not conducted by
- 10 the board-established independent slot machine testing and
- 11 <u>certification facility.</u>
- 12 * * *
- 13 § 1326. License renewals.
- 14 (a) Renewal.--All permits and licenses issued under this
- 15 part unless otherwise provided shall be subject to renewal
- 16 every [three] <u>five</u> years. Nothing in this subsection shall
- 17 relieve a licensee of the affirmative duty to notify the board
- 18 of any changes relating to the status of its license or to any
- 19 other information contained in the application materials on file
- 20 with the board. The application for renewal shall be submitted
- 21 at least 60 days prior to the expiration of the permit or
- 22 license and shall include an update of the information contained
- 23 in the initial and any prior renewal applications and the
- 24 payment of any renewal fee required by this part. Unless
- 25 otherwise specifically provided in this part, the amount of any
- 26 renewal fee shall be calculated by the board to reflect the
- 27 longer renewal period. A permit or license for which a completed
- 28 renewal application and fee, if required, has been received by
- 29 the board will continue in effect unless and until the board
- 30 sends written notification to the holder of the permit or

- 1 license that the board has denied the renewal of such permit or
- 2 license.
- 3 * * *
- 4 Section 3. Title 4 is amended by adding a section to read:
- 5 § 1333. Reinvestment incentives.
- 6 Nothing in this part shall be construed to preclude a slot
- 7 <u>machine licensee from qualifying for reinvestment incentives</u>,
- 8 <u>including tax credits established under the act of March 4, 1971</u>
- 9 (P.L.6, No.2), known as the Tax Reform Code of 1971.
- 10 Section 4. Sections 13A41(b), 1517(c)(6) and 1519 of Title 4
- 11 are amended to read:
- 12 § 13A41. Table game device and associated equipment testing and
- 13 certification standards.
- 14 * * *
- 15 (b) Use of other state standards. -- The board may determine,
- 16 where cost savings and efficiencies can be achieved, whether the
- 17 table game device testing and certification standards of another
- 18 jurisdiction within the United States in which a manufacturer
- 19 licensed pursuant to section 1317.1 (relating to manufacturer
- 20 licenses) to manufacture table game devices or associated
- 21 equipment used in connection with table games is licensed are
- 22 comprehensive and thorough and provide similar adequate
- 23 safeguards as those required by this part. If the board makes
- 24 that determination, it may permit the manufacturer appropriately
- 25 licensed pursuant to section 1317.1 to deploy table game devices
- 26 or associated equipment it manufactures which have met the table
- 27 game device testing and certification standards in another
- 28 jurisdiction without undergoing the full testing and
- 29 certification process by the board's independent testing and
- 30 certification facility.

- 1 § 1517. Investigations and enforcement.
- 2 * * *
- 3 (c) Powers and duties of the Pennsylvania State Police. -- The
- 4 Pennsylvania State Police shall have the following powers and
- 5 duties:
- 6 * * *
- 7 (6) Enforce the criminal provisions of this part and all
- 8 other criminal laws of the Commonwealth on or about a
- 9 <u>licensed facility, licensed race track and surrounding areas,</u>
- 10 including parking areas.
- 11 * * *
- 12 § 1519. Detention.
- 13 A peace officer, licensee or licensee's security employee or
- 14 an agent under contract with the licensee who has probable cause
- 15 to believe that criminal violation of this part or other
- 16 <u>criminal law of this Commonwealth</u> has occurred or is occurring
- 17 on or about a licensed facility and who has probable cause to
- 18 believe that a specific individual has committed or is
- 19 committing the criminal violation may detain the suspect in a
- 20 reasonable manner for a reasonable time on the premises of the
- 21 licensed facility for all or any of the following purposes: to
- 22 require the suspect to identify himself, to verify such
- 23 identification or to inform a peace officer. Such detention
- 24 shall not impose civil or criminal liability upon the peace
- 25 officer, licensee, licensee's employee or agent so detaining.
- 26 Section 5. This act shall take effect in 60 days.