THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1288 Session of 2011

INTRODUCED BY BENNINGHOFF, CALTAGIRONE, EVANKOVICH, GIBBONS, GILLESPIE, GINGRICH, GRELL, HARRIS, KAUFFMAN, MAHONEY, MILLARD, READSHAW, ROAE, VULAKOVICH AND YOUNGBLOOD, APRIL 5, 2011

REFERRED TO COMMITTEE ON GAMING OVERSIGHT, APRIL 5, 2011

AN ACT

- 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
 prize limits.
- 10 The General Assembly of the Commonwealth of Pennsylvania
- 11 hereby enacts as follows:
- 12 Section 1. Section 5 of the act of December 19, 1988
- 13 (P.L.1262, No.156), known as the Local Option Small Games of
- 14 Chance Act, amended December 19, 1990 (P.L.812, No.195) and
- 15 October 18, 2000 (P.L.602, No.79), is amended to read:
- 16 Section 5. Prize limits.
- 17 (a) Individual prize limit. -- The maximum cash value which
- 18 may be awarded for any single chance shall be [\$500] \$1,000.
- 19 (b) Weekly limit. -- No more than [\$5,000] \$25,000 in cash or
- 20 merchandise shall be awarded by any eligible organization in any

- 1 seven-day period. Payouts of less than \$26 shall not be counted
- 2 toward the weekly limit.
- 3 (c) Limit on raffles. -- No more than \$5,000 in cash or
- 4 merchandise shall be awarded in raffles in any calendar month.
- 5 (d) Exception. -- An eligible organization may conduct a
- 6 raffle and award a prize or prizes valued in excess of [\$500]
- 7 \$1,000 each only under the following conditions:
- 8 (1) The licensing authority has issued a special permit
- 9 for the raffle under section 11.
- 10 (2) Eligible organizations shall be eligible to receive
- 11 no more than two special permits in any licensed year except
- that volunteer fire, ambulance and rescue organizations shall
- 13 be eligible to receive no more than three special permits in
- 14 any licensed year.
- 15 (3) Only one raffle may be conducted under each special
- 16 permit.
- 17 (4) The total cash value of all prizes shall be no more
- than \$100,000 per calendar year.
- 19 (e) Limit on daily drawings. -- Daily drawings shall be
- 20 governed by the prize [limitations contained in subsections (a)
- 21 and (b). An eligible organization shall not conduct daily
- 22 drawings during a period when a weekly drawing is taking place]
- 23 limitation contained in subsection (a).
- 24 (f) Exception. -- The prize limitation contained in
- 25 [subsections (a) and (b)] subsection (a) may be exceeded by a
- 26 daily drawing under the following circumstances: a daily drawing
- 27 may award a prize where the cash value is in excess of [\$500]
- 28 \$1,000 if such prize is the result of a carryover of a drawing
- 29 or drawings which resulted from the winning number in such
- 30 drawing or drawings not being among the eligible entrants in

- 1 such drawings. Nothing contained herein shall authorize the
- 2 prize [limitations as contained in subsections (a) and (b)]
- 3 <u>limitation as contained in subsection (a)</u> to be exceeded as a
- 4 result of a failure to conduct a drawing on an operating day
- 5 during which chances were sold for a daily drawing or for a
- 6 daily drawing for which chances were sold in excess of \$1 or for
- 7 which more than one chance was sold to an eligible participant.
- 8 (g) Daily drawing and weekly drawing exception. -- When a
- 9 daily drawing or weekly drawing is set up or conducted in such a
- 10 manner as to pay out or award 100% of the gross revenues
- 11 generated from such drawing, the limitations contained in
- 12 subsection (b) shall not apply.
- 13 (h) Limit on weekly drawings. -- Weekly drawings shall be
- 14 governed by the prize limitations contained in subsection (b).
- 15 The prize limitation contained in subsection (b) may be exceeded
- 16 by a weekly drawing under the following circumstances: a weekly
- 17 drawing may award a prize where the cash value is in excess of
- 18 [\$5,000] \$25,000 if such prize is the result of a carryover of a
- 19 drawing or drawings which resulted from the winning number or
- 20 numbers in such drawing or drawings not being among the eligible
- 21 entrants in such drawings. Nothing contained in this act shall
- 22 authorize the prize limitations as contained in subsection (b)
- 23 to be exceeded as a result of a failure to conduct a drawing for
- 24 a week during which chances were sold for a weekly drawing or
- 25 for a weekly drawing for which chances were sold in excess of
- 26 \$1. [An eligible organization shall not conduct weekly drawings
- 27 during a period when a daily drawing is taking place.]
- 28 Section 2. This act shall take effect in 60 days.