AMENDMENTS TO SENATE BILL NO. 444

Sponsor: REPRESENTATIVE REESE

Printer's No. 1856

1	Amend	Bill	nage	1	lines	25	through	29.	nage 2	lines	1	and
_	Amend	$D \perp \perp \perp \perp$	paye		TTIICS	\sim $^{\circ}$	CIII Ougii	40,	paye 2	, TTHES		anc

- 2 2, by striking out all of lines 25 through 29 on page 1, all of
- line 1 and "ADVERTISING AND FOR PENALTIES; AND MAKING EDITORIAL 3
- 4 CHANGES" in line 2 on page 2 and inserting
- 5 distribution of proceeds
- 6 Amend Bill, page 36, lines 29 and 30; pages 37 through 73,
- lines 1 through 30; page 74, lines 1 through 7, by striking out
- 8 all of said lines on said pages and inserting
- Section 1. Section 502 of the act of December 19, 1988 9
- (P.L.1262, No.156), known as the Local Option Small Games of 10
- 11 Chance Act, added February 2, 2012 (P.L.7, No.2), is amended to 12
- 13 Section 502. Distribution of proceeds.

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- (a) Distribution. -- The proceeds from games of chance received by a club licensee shall be distributed as follows:
 - (1) No less than 70% of the proceeds shall be paid to organizations for public interest purposes in the calendar year in which the proceeds were obtained. This paragraph includes charity events, scholarship programs and other philanthropic events:
 - (i) held by the club on its licensed premises; and (ii) available to club members, club member families or the general public.
 - (2) No more than 30% of the proceeds obtained in a calendar year may be retained by a club licensee and used for the following operational expenses relating to the club licensee:
 - (i) Real property taxes.
 - (ii) Utility and fuel costs.
- 30 (iii) Heating and air conditioning equipment or 31 repair costs.
 - (iv) Water and sewer costs.
 - (v) Property or liability insurance costs.
 - (vi) Mortgage payments.

(vii) Interior and exterior repair costs, including repair to parking lots.

(viii) New facility construction costs.

- (ix) Entertainment equipment, including television, video and electronic games.
- (x) Other expenses adopted in regulation by the department.
- (a.1) Amounts retained. -- Amounts retained by a club licensee 9 under subsection (a)(2) shall be expended within the same 10 calendar year unless the club licensee notifies the department that funds are being retained for a substantial purchase or project. Notification shall include a description of the purchase or project, the cost and the anticipated date of the purchase or project.
 - (b) Prohibition. --

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- (1) Proceeds shall not be used for wages, alcohol or food purchases or for the payment of any fine levied against the club licensee.
- (2) An officer or employee of a club licensee who operates the game of chance shall not participate in the game. This paragraph shall not apply to a raffle. Section 2. This act shall take effect in 60 days.