## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 574 Session of 1983

INTRODUCED BY LIVENGOOD, D. R. WRIGHT AND STEWART, MARCH 22, 1983

SENATOR STREET, URBAN AFFAIRS AND HOUSING, IN SENATE, RE-REPORTED, AS AMENDED, NOVEMBER 14, 1983

## AN ACT

1	Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An	<-
2	act relating to the public school system, including certain	
3	provisions applicable as well to private and parochial	
4	schools; amending, revising, consolidating and changing the	
5	laws relating thereto, deleting the time limitation on the	
6	conveyance of property to historical societies.	
7	AUTHORIZING OPERATION OF ELECTRONIC CONSUMER OPERATED VIDEO	<-
8	BINGO DEVICES IN CITIES OF THE FIRST AND SECOND CLASS;	
9	PROVIDING FOR FINANCIAL ASSISTANCE FOR EDUCATION BY THE	
10	CREATION OF A VIDEO BINGO EDUCATION FUND; CREATING AND	
11	EMPOWERING A COMMISSION; GRANTING AUTHORITY TO THE DEPARTMENT	
12	OF REVENUE; IMPOSING DUTIES ON THE CITY COUNCIL OF CITIES OF	
13 14	THE FIRST CLASS AND THE SCHOOL BOARD IN CITIES OF THE SECOND CLASS; PROVIDING FOR THE DISTRIBUTION OF PROCEEDS; AND MAKING	
$14 \\ 15$	REPEALS.	
L D	KEPEALS.	
16	The General Assembly of the Commonwealth of Pennsylvania	
17	hereby enacts as follows:	
18	Section 1. Section 707(10) of the act of March 10, 1949	<-
19	(P.L.30, No.14), known as the Public School Code of 1949,	
20	amended October 25, 1967 (P.L.486, No.232), is amended to read:	
21	Section 707. Sale of Unused and Unnecessary Lands and	
22	Buildings. The board of school directors of any district is	
23	hereby vested with the necessary power and authority to sell	

1 unused and unnecessary lands and buildings, by any of the

2 following methods and subject to the following provisions:

3 <u>\* \* \*</u>

4 (10) Notwithstanding the foregoing provisions of this 5 section, any school district may[, at any time prior to July 1, 6 1969, ] convey any unused and unnecessary lands and buildings 7 which are of historical significance and importance to any legally constituted historical society for historical purposes 8 9 without consideration or for such consideration and on such 10 terms or exchange or otherwise as may be agreed upon without 11 complying with the other provisions of this section. 12 \* \* \* 13 Section 2. This act shall take effect immediately.

SECTION 1. ELECTRONIC BINGO AND OTHER DEVICES AUTHORIZED. 14 15 THE USE, MANUFACTURE, ASSEMBLY AND DISTRIBUTION OF ELECTRONIC 16 DEVICES, MACHINES OR VIDEO TERMINALS, OPERATED BY ANY PERSON, BY INSERTION OF A COIN, TOKEN OR OTHER THING OF VALUE THROUGH 17 18 WHICH, NOT BY REASON OF SKILL OF OPERATOR, BUT BY APPLICATION OF 19 THE ELEMENT OF CHANCE, ENTITLES THE PERSON PLAYING TO RECEIVE 20 CASH, PREMIUMS, MERCHANDISE OR ANYTHING OF VALUE IS HEREBY 21 AUTHORIZED IN CITIES OF THE FIRST AND SECOND CLASS AS LONG AS 22 THERE IS COMPLIANCE WITH SECTION 2.

<----

23 SECTION 2. REQUIREMENTS.

IN ORDER FOR A PERSON TO UTILIZE HIS PREMISES FOR THE ACTIVITIES AUTHORIZED BY SECTION 1 OR TO MANUFACTURE, ASSEMBLE OR DISTRIBUTE THE EQUIPMENT AUTHORIZED BY SECTION 1, THE PERSON MUST:

(1) IF AN INDIVIDUAL, HAS BEEN A RESIDENT OF THIS
COMMONWEALTH FOR A MINIMUM OF TWO YEARS IMMEDIATELY BEFORE
ENGAGING IN THE ACTIVITY.

19830H0574B2118

- 2 -

(2) IF A PARTNERSHIP, ASSOCIATION OR COMPANY, DESIGNATE
 PARTIES OWNING FINANCIAL CONTROL, WHICH PARTIES MUST HAVE
 BEEN RESIDENTS OF THIS COMMONWEALTH FOR A MINIMUM OF TWO
 YEARS IMMEDIATELY BEFORE THE PARTNERSHIP, ASSOCIATION OR
 COMPANY ENGAGES IN THE ACTIVITY.

6 (3) IF A CORPORATION, HAVE A MINIMUM OF 51% OF ITS
7 OUTSTANDING SHARES OF STOCK OWNED BY PARTIES WHO HAVE BEEN
8 RESIDENTS OF THIS COMMONWEALTH FOR A MINIMUM OF TWO YEARS
9 IMMEDIATELY BEFORE THE CORPORATION ENGAGES IN THE ACTIVITY.
10 (4) BE LICENSED BY THE DEPARTMENT OF REVENUE UNDER
11 SECTION 4.

12 SECTION 3. ADMINISTRATION OF ACT.

13 THE REGULATION, OPERATION AND ADMINISTRATION OF THIS ACT 14 SHALL BE UNDERTAKEN BY THE COMMISSION ON VIDEO GAMES WHICH IS 15 CREATED BY THIS SECTION:

16 (1) THE COMMISSION SHALL CONSIST OF SEVEN MEMBERS. THREE 17 MEMBERS SHALL SERVE EX OFFICIO: THE SECRETARY OF REVENUE, THE 18 COMMISSIONER OF THE PENNSYLVANIA STATE POLICE AND THE 19 ATTORNEY GENERAL. TWO MEMBERS SHALL BE LEGISLATIVE MEMBERS: 20 ONE A SENATOR APPOINTED BY THE PRESIDENT PRO TEMPORE OF THE 21 SENATE AND ONE A REPRESENTATIVE APPOINTED BY THE SPEAKER OF 22 THE HOUSE OF REPRESENTATIVES. TWO MEMBERS SHALL BE PUBLIC 23 MEMBERS APPOINTED BY THE GOVERNOR WITH THE ADVICE AND CONSENT OF TWO-THIRDS OF THE MEMBERS OF THE SENATE. THE LEGISLATIVE 24 25 MEMBERS SHALL SERVE A TERM OF TWO YEARS. THE PUBLIC MEMBERS 26 SHALL SERVE AT THE PLEASURE OF THE GOVERNOR. NO MEMBER, UPON 27 THE EXPIRATION OF HIS TERM, SHALL CONTINUE TO HOLD OFFICE 28 UNTIL A SUCCESSOR IS CHOSEN.

29 (2) PUBLIC MEMBERS SHALL RECEIVE ACTUAL AND NECESSARY 30 EXPENSES INCURRED BY THEM IN THE PERFORMANCE OF THEIR DUTIES 19830H0574B2118 – 3 – AND A PER DIEM ALLOWANCE TO BE PAID BY THE GOVERNOR'S OFFICE
 FOR EACH DAY SPENT IN THE PERFORMANCE OF THEIR DUTIES.

3 (3) FOUR MEMBERS OF THE COMMISSION SHALL CONSTITUTE A
4 QUORUM.

5 (4) THE COMMISSION SHALL ELECT A CHAIRMAN AND A
6 SECRETARY FOR TWO-YEAR TERMS.

7 (5) A LEGISLATIVE MEMBER OF THE COMMISSION MAY, AFTER
8 NOTICE AND OPPORTUNITY TO BE HEARD, BE REMOVED FROM THE
9 COMMISSION BY THE CHAMBER OF WHICH HE IS A MEMBER FOR
10 MISFEASANCE, MALFEASANCE OR NONFEASANCE IN OFFICE.

11 SECTION 4. LICENSURE.

19830H0574B2118

12 (A) GENERAL RULE. -- THE FOLLOWING PERSONS MUST BE LICENSED BY
13 THE DEPARTMENT OF REVENUE:

14 (1) PERSONS WHO UTILIZE THEIR PREMISES FOR THE15 ACTIVITIES AUTHORIZED BY SECTION 1.

16 (2) PERSONS WHO MANUFACTURE, ASSEMBLE OR DISTRIBUTE THE
 17 EQUIPMENT AUTHORIZED BY SECTION 1.

(B) PROMULGATION OF REGULATIONS.--THE DEPARTMENT OF REVENUE
IS EMPOWERED BY THIS SUBSECTION TO PROMULGATE REGULATIONS
REGARDING LICENSURE OF PERSONS REQUIRED TO BE LICENSED UNDER
SUBSECTION (A).

(C) RESTRICTIONS ON LICENSURE.--A LICENSE SHALL NOT BE
ISSUED TO A PERSON UNLESS THE PERSON COMPLIES WITH SECTION 3.
SECTION 5. DISPOSITION OF PROCEEDS.

25 THE PROCEEDS FROM THE OPERATION OF ELECTRONIC DEVICES,
26 INCLUDING ELECTRONIC BINGO, SHALL BE PLACED IN A VIDEO BINGO
27 EDUCATION FUND AND SHALL BE DISTRIBUTED AS FOLLOWS:

(1) FORTY-EIGHT PERCENT SHALL BE SEEDED FOR PRIZES.
(2) TWENTY-FIVE PERCENT SHALL BE PAID TO THE SCHOOL
DISTRICT LOCATED IN A CITY OF THE FIRST OR SECOND CLASS.

- 4 -

(3) TWELVE PERCENT SHALL BE PAID TO INSTITUTIONS OF THE
 STATE SYSTEM OF HIGHER EDUCATION AND TO STATE-RELATED
 INSTITUTIONS.

4 (4) SEVEN PERCENT SHALL BE PAID TO VENDORS FOR5 COMMISSIONS.

6 (5) FIVE PERCENT SHALL BE PAID TO AGENTS FOR7 COMMISSIONS.

8 (6) THREE PERCENT SHALL BE USED FOR OPERATING EXPENSES.9 SECTION 6. EXEMPTIONS.

(A) STATE.--THE PROVISIONS OF 18 PA.C.S. §§ 5512 (RELATING
TO LOTTERIES, ETC.) AND 5513 (RELATING TO GAMBLING DEVICES,
GAMBLING, ETC.) SHALL NOT APPLY TO TRANSACTIONS AND ACTIVITIES
OCCURRING UNDER THE PROVISIONS OF THIS ACT.

(B) FEDERAL.--THE GENERAL ASSEMBLY SPECIFICALLY EXEMPTS
CITIES OF THE FIRST CLASS IN THE COMMONWEALTH FROM THE
PROVISIONS OF SECTION 2 OF THE FEDERAL GAMBLING DEVICES
TRANSPORTATION ACT (64 STAT. 1134, 15 U.S.C. § 1172) AND DEEMS
SHIPMENTS OF VIDEO GAMING DEVICES INTO THE COMMONWEALTH AS LEGAL
ACTIONS WHEN AUTHORIZED PURSUANT TO THE PROVISIONS OF THIS ACT.
SECTION 7. REPEALS.

(A) SPECIFIC REPEAL.--THE PROVISIONS OF 18 PA.C.S. §§ 5512
(RELATING TO LOTTERIES, ETC.) AND 5513 (RELATING TO GAMBLING
DEVICES, GAMBLING, ETC.) ARE REPEALED TO THE EXTENT THAT THEY
ARE INCONSISTENT WITH THIS ACT.

(B) GENERAL REPEAL. -- ALL OTHER ACTS AND PARTS OF ACTS ARE
REPEALED INSOFAR AS THEY ARE INCONSISTENT WITH THIS ACT.

27 SECTION 8. EFFECTIVE DATE.

28 THIS ACT SHALL TAKE EFFECT IMMEDIATELY.

B15L24RZ/19830H0574B2118 - 5 -