THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1444 Session of 1995

INTRODUCED BY HANNA, BOSCOLA, BELFANTI AND TRELLO, APRIL 25, 1995

REFERRED TO COMMITTEE ON FINANCE, APRIL 25, 1995

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 3 licensing of persons to distribute games of chance, for the 5 registration of manufacturers of games of chance, and for 6 suspensions and revocations of licenses and permits; 7 requiring records; providing for local referendum by 8 electorate; and prescribing penalties, "further providing for definitions and eligible organizations. The General Assembly of the Commonwealth of Pennsylvania
- 10
- 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- 14 Chance Act, is repealed.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
- and the section is amended by adding a definition to read: 17
- 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
- 6 commercial establishments and qualifying nonprofit charitable,
- 7 religious, fraternal and veterans organizations, clubs and civic
- 8 and service associations as defined by this act. In order to
- 9 qualify as an eligible organization for purposes of this act, an
- 10 organization shall have been in existence and fulfilling its
- 11 purposes for one year prior to the date of application for a
- 12 license.
- 13 * * *
- 14 ["Public interest purposes." One or more of the following:
- 15 (1) Benefiting persons by enhancing their opportunity
- for religious or education advancement, by relieving or
- 17 protecting them from disease, suffering or distress, by
- 18 contributing to their physical, emotional or social well-
- 19 being, by assisting them in establishing themselves in life
- as worthy and useful citizens or by increasing their
- 21 comprehension of and devotion to the principles upon which
- this nation was founded.
- 23 (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
- 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

- for purposes specified in paragraphs (1), (2) and (3).
- 2 The term does not include the erection or acquisition of any
- 3 real property, unless the property will be used exclusively for
- 4 one or more of the purposes specified in this definition.]
- 5 * * *
- 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.
- 25 (3) The eligible organization has permitted any person
- 26 who has been convicted of a felony in a Federal or State
- 27 court within the past five years or has been convicted in a
- 28 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
- 30 as the Bingo Law, or of this act, to manage, set up,

- 1 supervise or participate in the operation of games of chance.
- 2 (4) The facility in which the games of chance are played
- 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 conducting
- 10 games of chance.
- 11 (7) Any prize has been awarded in excess of the limits
- 12 permitted under this act.
- 13 (8) The eligible organization has violated any condition
- of a special permit issued pursuant to section 11.
- 15 (9) The eligible organization conducts the games of
- 16 chance under a lease which calls for:
- 17 (i) leasing such premises from the owner thereof
- under an oral agreement; or
- 19 (ii) leasing such premises from the owner thereof
- 20 under a written agreement at a rental which is determined
- 21 by the amount of receipts realized from the playing of
- 22 games of chance.
- 23 (10) False or erroneous information was provided in the
- 24 original application.
- 25 (11) An eligible organization has been convicted of a
- 26 violation of this act as evidenced by a certified record of
- 27 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

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