THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1807 Session of 2015

INTRODUCED BY MULLERY, THOMAS, ROZZI, MILLARD, KOTIK, NEILSON, CALTAGIRONE, PASHINSKI, CARROLL, HARHAI, CONKLIN, EVERETT, LONGIETTI, FABRIZIO, BARBIN, TOOHIL AND KAVULICH, JANUARY 27, 2016

REFERRED TO COMMITTEE ON GAMING OVERSIGHT, JANUARY 27, 2016

AN ACT

Amending the act of December 19, 1988 (P.L.1262, No.156), 1 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 registration of manufacturers of games of chance, and for 5 suspensions and revocations of licenses and permits; 6 requiring records; providing for local referendum by 7 electorate; and prescribing penalties," in club licensees, further providing for club licensee and for distribution of 9 proceeds. 10 11 The General Assembly of the Commonwealth of Pennsylvania 12 hereby enacts as follows: 13 Section 1. Sections 501(a) and 502(a.1) of the act of 14 December 19, 1988 (P.L.1262, No.156), known as the Local Option 15 Small Games of Chance Act, amended November 27, 2013 (P.L.1045, 16 No.90), are amended to read: 17 Section 501. Club licensee. 18 (a) Report. --19 Beginning in 2014, a club licensee with proceeds in 20 excess of \$20,000 in a calendar year shall submit annual 21 reports to the department for the preceding 12-month period

- on a form and in a manner prescribed by the department.
- 2 (2) The report under paragraph (1) must be filed under
- 3 oath or affirmation of an authorized officer of the club
- 4 licensee and shall include all of the following information:
- 5 (i) The proceeds received by the club licensee from
- 6 each game of chance conducted, itemized by [week]
- 7 <u>quarter</u>.
- 8 (ii) The amount of prizes paid from all games of
- 9 chance, itemized by [week] quarter.
- 10 (iii) Other costs incurred related to the conduct of
- 11 games of chance.
- 12 (iv) Verification and itemization of amounts
- distributed for public interest.
- 14 (vii) Other information or documentation required by
- the department.
- 16 * * *
- 17 Section 502. Distribution of proceeds.
- 18 * * *
- 19 (a.1) Amounts retained.--
- 20 (1) Notwithstanding subsection (a), if in a calendar
- 21 year beginning January 1, 2013, the proceeds from a game of
- chance for a club licensee are [\$40,000] \$60,000 or less, the
- licensee shall be eligible to retain the first \$20,000 in
- 24 proceeds in the following calendar year before subsection (a)
- applies.
- 26 (2) Amounts retained by a club licensee under subsection
- 27 (a) (2) shall be expended within one year of the end of the
- calendar year in which the proceeds were obtained unless the
- 29 club licensee notifies the department that funds are being
- 30 retained for a substantial public interest purchase or

- 1 project.
- 2 * * *
- 3 Section 2. This act shall take effect in 60 days.