THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 10

Session of 2005

INTRODUCED BY SEMMEL, PETRONE, LEH, TIGUE, BELFANTI, CALTAGIRONE, CAPPELLI, CORRIGAN, DALLY, GEIST, GRUCELA, HARHAI, KOTIK, McCALL, PALLONE, PAYNE, SAINATO, SANTONI, SAYLOR, SOLOBAY, WASHINGTON AND WILT, MARCH 14, 2005

REFERRED TO COMMITTEE ON FINANCE, MARCH 14, 2005

AN ACT

- 1 Amending the act of July 10, 1981 (P.L.214, No.67), entitled "An
- act relating to the lawful conduct of bingo, prescribing
- 3 penalties and making a repeal," further providing for rules
- 4 for licensing and operation.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Section 5(c) and (d) of the act of July 10, 1981
- 8 (P.L.214, No.67), known as the Bingo Law, amended December 15,
- 9 1982 (P.L.1299, No.293) and February 12, 1988 (P.L.76, No.14),
- 10 are amended to read:
- 11 Section 5. Rules for licensing and operation.
- 12 * * *
- 13 (c) Operation. -- Each licensed association shall comply with
- 14 the following restrictions and rules governing the operation of
- 15 bingo:
- 16 (1) No person under the age of 18 shall be permitted to
- 17 play bingo unless accompanied by an adult.
- 18 (2) No association shall conduct bingo more than twice

- in any one week, except an association shall be permitted to conduct the game of bingo for a period not to exceed ten days at the association's exposition, carnival or fair site in addition to the regularly scheduled games.
 - (3) Prizes awarded shall not exceed a value of \$250 for any one game of bingo, except [for jackpot] as follows:
- 7 (i) Jackpot games, which shall not exceed a value of \$2,000 for one such game.
 - (ii) Mega bingo games, which shall not exceed a value of \$25,000 for one such game, and shall not be conducted more than once in any one month.
 - (iii) Winner-takes-all games, which shall pay out

 100% of the gross revenues generated from the bingo game.

 In addition, no more than [\$4,000 in prizes] \$8,000 in prizes, excluding prizes under subparagraphs (ii) or

 (iii), shall be awarded in any calendar day.
 - [(4) Only associations licensed to conduct bingo shall be permitted to advertise their bingo games. Such advertisements shall contain the date, time, location, whether cash or merchandise prizes will be awarded and the name of the association licensed to conduct the bingo game and the name of the individual in charge of the operation of the game. An association shall not advertise the prizes or their dollar value which will be awarded nor shall they advertise a guaranteed prize dollar value.]
 - (5) The association shall own the equipment used in playing bingo or shall sign a written agreement leasing the equipment from another licensed association for a fee which is not determined by the amount of receipts realized from the playing of bingo or the number of people attending bingo

- games. Joint ownership of bingo equipment shall be permitted
- only if both owners of the equipment are licensed
- 3 associations. This paragraph shall not apply to associations
- 4 contracting charitable organizations or outside operators to
- 5 conduct bingo at expositions, carnivals or fairs.
- 6 (6) The association shall own both the premises upon
- 7 which bingo is played and the personal property used in the
- 8 conduct of the game, or if it does not, the association shall
- 9 sign a written agreement leasing such premises or personal
- 10 property from the owner thereof for a fee which is not
- determined by either the amount of receipts realized from the
- 12 playing of bingo or the number of people attending bingo
- games. An association shall not lease such premises or
- 14 personal property from any person who has been convicted of a
- felony or a violation of this act. <u>More than one association</u>
- may lease the same premises for the conducting of bingo and
- each association shall have its own license.
- 18 (7) Each association shall keep written records of the
- moneys and merchandise collected and distributed for each day
- 20 they conduct bingo. These records shall indicate the total
- 21 proceeds collected, the total prize money distributed, the
- 22 total value of all merchandise awarded as a prize and the
- amount of moneys paid as rentals or wages and to whom such
- rentals or wages were paid. All prizes awarded having a value
- greater than \$250 shall be specifically described in the
- 26 association's records. <u>Each association shall report to the</u>
- 27 Department of Revenue prizes awarded as required by Internal
- 28 Revenue Service regulations.
- 29 (8) Each association shall deposit with a financial
- 30 institution all proceeds for each day's bingo game in an

- account in the association's name. This deposit shall be made before any of the proceeds may be used for any other purpose, except for payment of prize money and compensation to members employed in the operation of the game.
 - (9) No association shall permit any person who is not a bona fide member of the association or who has been convicted of a felony or a violation of this act to manage, set up, supervise or participate in the operation of the association's bingo games. Nothing contained in this act shall be construed to prohibit individuals under 18 years of age from participating in the operation of the game and being compensated therefor if written permission is obtained from their parent or guardian.
- Associations which obtain a license for the purpose 14 15 of conducting bingo at an exposition, carnival or fair for a 16 period not exceeding ten days shall be permitted to contract 17 a charitable organization to manage, set up, supervise or 18 participate in the operation of the bingo game provided only 19 merchandise prizes are awarded. Only bona fide members of the 20 contracted charitable organization shall be permitted to participate in the operation of the bingo game. If no 21 22 charitable organizations are available, the association may 23 contract an outside operator to conduct the game for 24 merchandise at the exposition, carnival or fair site. The 25 provisions of this paragraph shall not be construed to allow 26 bingo games to be ordinarily carried out on a commercial 27 basis in this Commonwealth.
 - (11) No person shall participate in the operation of bingo games on more than four days in any calendar week, which games may be operated by no more than two different

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- 1 licensed associations. This provision shall not apply to
- 2 persons engaged in the operation of bingo for merchandise at
- 3 expositions, carnivals or fairs not exceeding ten days in
- 4 duration.
- 5 (12) No supplier of merchandise nor any person who has
- 6 been convicted of a felony or a violation of this act shall
- 7 have a pecuniary interest in the operation or proceeds of the
- 8 bingo game.
- 9 (d) Application for license. -- Each association shall apply
- 10 to the licensing authority for a license on a form to be
- 11 prescribed by the Secretary of the Commonwealth. Said form shall
- 12 contain an affidavit to be affirmed by the executive officer or
- 13 secretary of the association stating that:
- 14 (1) No person under the age of 18 will be permitted by
- the association to play bingo unless accompanied by an adult.
- 16 (2) The facility in which any game of bingo is to be
- 17 played does have adequate means of ingress and egress and
- 18 adequate sanitary facilities available in the area.
- 19 (3) The association is the sole or joint owner with a
- 20 licensed association of the equipment used in playing bingo
- or it leases the equipment from another licensed association
- 22 under a written agreement for a fee which is not determined
- 23 by the amount of receipts realized from the playing of bingo
- or the number of people attending bingo games. This paragraph
- 25 shall not apply to associations contracting with charitable
- 26 organizations or outside operators to conduct bingo at
- 27 expositions, carnivals or fairs.
- 28 (4) The association is the owner of both the premises
- upon which bingo is played and the personal property used in
- the conduct of the game or, if it is not, that the

- 1 association is not leasing such premises or personal property
- 2 from the owner thereof under an oral agreement, nor is it
- 3 leasing such premises or personal property from the owner
- 4 thereof under a written agreement at a rental which is
- 5 determined by either the amount of receipts realized from the
- 6 playing of bingo or the number of people attending bingo
- 7 games, nor is it leasing such premises or personal property
- 8 from a person who has been convicted of a felony or a
- 9 violation of this act.
- 10 (5) The association will not conduct the playing of
- 11 bingo more than twice per week in any one week, except those
- 12 associations conducting bingo at expositions, carnivals or
- 13 fairs.
- 14 (6) The association in any calendar day will not award a
- total of more than [\$4,000 in prizes] \$8,000 in prizes,
- except as provided under subsection (c)(3).
- 17 (7) The association is a nonprofit association as
- 18 defined in this act.
- 19 * * *
- 20 Section 2. This act shall take effect in 60 days.