THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 169 Session of 2007

INTRODUCED BY SOLOBAY, BELFANTI, BUXTON, CALTAGIRONE, CAPPELLI, CARROLL, FABRIZIO, FRANKEL, GALLOWAY, GEIST, GEORGE, GIBBONS, GOODMAN, GRUCELA, HORNAMAN, JAMES, KOTIK, KULA, MAHONEY, MANN, MELIO, NAILOR, PALLONE, PETRARCA, PETRONE, SAINATO, TANGRETTI, WOJNAROSKI AND YOUNGBLOOD, FEBRUARY 1, 2007

Referred to GAMING OVERSIGHT, Feb. 1, 2007

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 2 3 eligible organizations to conduct games of chance, for the 4 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 electorate; and prescribing penalties, " further providing for 8 definitions, for permitted games of chance and for prize 9 10 limits. 11 The General Assembly of the Commonwealth of Pennsylvania

12 hereby enacts as follows:

13 Section 1. The definition of "daily drawing" in section 3 of

14 the act of December 19, 1988 (P.L.1262, No.156), known as the

15 Local Option Small Games of Chance Act, amended December 19,

16 1990 (P.L.812, No.195), is amended and the section is amended by

17 adding a definition to read:

18 Section 3. Definitions.

19 The following words and phrases when used in this act shall20 have the meanings given to them in this section unless the

1 context clearly indicates otherwise:

2 * * *

3 "Daily drawing." A game in which a bona fide member selects 4 or is assigned a number for a chance at a prize with the winner 5 determined by a random drawing to take place on the eligible organization's premises during the same operating day. The term 6 7 includes games commonly known as "member sign-in lotteries" and 8 "half-and-half lotteries." Nothing in this act shall be construed to prohibit the carrying over of a jackpot where the 9 10 winning number has not been entered in the game on a particular 11 operating day. Daily drawing winners may be determined with the 12 aid of a passive selection device or reference to drawings 13 conducted by the department pursuant to the act of August 26, 14 1971 (P.L.351, No.91), known as the State Lottery Law. Daily 15 drawing chances may not be sold for an amount in excess of \$1, 16 and no more than one chance per individual may be sold [to an 17 individual during the same operating day.] per drawing. Nothing 18 in this definition shall restrict an eligible organization from conducting more than one drawing per day. 19

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"Monthly drawing." A game in which a bona fide member 21 22 selects or receives a number or numbers for chance at a prize 23 with the winner determined by a random drawing to take place on the eligible organization's premises during any operating month. 24 25 Nothing in this act shall be construed to prohibit the carrying 26 over of a jackpot where the winning number has not been entered in the game in a particular month. Monthly drawing winners may 27 28 be determined with the aid of a passive selection device or reference to drawings conducted by the Department of Revenue 29 pursuant to the act of August 26, 1971 (P.L.351, No.91), known 30 20070H0169B0195

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1 as the State Lottery Law. Monthly drawing chances may not be

2 sold for an amount in excess of \$1.

3 * * *

4 Section 2. Section 4 of the act, amended December 19, 1990
5 (P.L.812, No.195), is amended to read:

6 Section 4. Games of chance permitted.

Every eligible organization to which a license has been issued under the provisions of this act may conduct games of chance for the purpose of raising funds <u>for general operating</u> <u>expenses and</u> for public interest purposes. All proceeds of games of chance shall be used [exclusively] for <u>general operating</u> <u>expenses, for</u> public interest purposes or for the purchase of games of chance as permitted by this act.

Section 3. Section 5(e) and (h) of the act, amended or added October 18, 2000 (P.L.602, No.79), are amended to read: Section 5. Prize limits.

17 * * *

(e) Limit on daily drawings.--Daily drawings shall be governed by the prize limitations contained in subsections (a) and (b). [An eligible organization shall not conduct daily drawings during a period when a weekly drawing is taking place.] * * *

23 (h) Limit on weekly drawings. --Weekly drawings shall be 24 governed by the prize limitations contained in subsection (b). 25 The prize limitation contained in subsection (b) may be exceeded 26 by a weekly drawing under the following circumstances: a weekly 27 drawing may award a prize where the cash value is in excess of \$5,000 if such prize is the result of a carryover of a drawing 28 or drawings which resulted from the winning number or numbers in 29 30 such drawing or drawings not being among the eligible entrants 20070H0169B0195 - 3 -

in such drawings. Nothing contained in this act shall authorize 1 2 the prize limitations as contained in subsection (b) to be 3 exceeded as a result of a failure to conduct a drawing for a week during which chances were sold for a weekly drawing or for 4 a weekly drawing for which chances were sold in excess of \$1. 5 [An eligible organization shall not conduct weekly drawings 6 7 during a period when a daily drawing is taking place.] 8 Section 4. This act shall take effect in 60 days.