## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1003 Session of 2009

INTRODUCED BY SAYLOR, BENNINGHOFF, BEYER, J. EVANS, EVERETT, GINGRICH, GROVE, GRUCELA, HELM, KAUFFMAN, M. KELLER, KORTZ, MANN, MILLER, MOUL, MURT, PAYNE, PICKETT, RAPP, ROCK, SIPTROTH, SOLOBAY, SWANGER AND THOMAS, MARCH 19, 2009

REFERRED TO COMMITTEE ON GAMING OVERSIGHT, MARCH 19, 2009

## 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
- penalties and making a repeal," further defining "bona fide
- 4 member"; and further providing for rules for licensing and
- 5 operation.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. The definition of "bona fide member" in section 3
- 9 of the act of July 10, 1981 (P.L.214, No.67), known as the Bingo
- 10 Law, added December 15, 1982 (P.L.1299, No.293), is amended to
- 11 read:
- 12 Section 3. Definitions.
- 13 The following words and phrases when used in this act shall
- 14 have, unless the context clearly indicates otherwise, the
- 15 meanings given to them in this section:
- 16 \* \* \*
- 17 "Bona fide member." Any individual who holds a full
- 18 membership in the association as defined by the association's

- 1 constitution, charter, articles of incorporation or bylaws and
- 2 has been a member of the association for at least [one year] 30
- 3 days. The term shall also include those individuals who are
- 4 members of an auxiliary or recognized junior affiliate of the
- 5 parent association.
- 6 \* \* \*
- 7 Section 2. Section 5(a), (c) and (d) of the act, amended
- 8 December 15, 1982 (P.L.1299, No.293) and February 12, 1988
- 9 (P.L.76, No.14), are amended to read:
- 10 Section 5. Rules for licensing and operation.
- 11 (a) Issuance and fee.--The licensing authority shall
- 12 license, upon application, any association as defined in section
- 13 3 to conduct the game of bingo at one location in the county,
- 14 which, when in a county of the second class, shall only be in
- 15 the city, borough or township where the main business office or
- 16 headquarters of the association is located. The county treasurer
- 17 of a county of the second class shall indicate on each license
- 18 the city, borough or township where the association may conduct
- 19 bingo. The single municipal location limitation shall not apply
- 20 to a group of licensed associations conducting bingo at a
- 21 central location. The license fee to be charged to each
- 22 nonprofit association shall be \$100 per annum except to those
- 23 recognized senior citizens' groups who conduct bingo for their
- 24 members only the fee shall be \$50 per annum. The license fee to
- 25 be charged to each agricultural association or county fair shall
- 26 be \$100 per annum. Associations which conduct bingo only one
- 27 period each year for not more than [three] seven consecutive
- 28 days shall be charged \$15 for the issuance of their license. The
- 29 fees collected pursuant to this section shall be paid by the
- 30 licensing authority into the general fund of the county and used

- 1 for county purposes. All records retained by the licensing
- 2 authority relating to the issuance of bingo licenses and bingo
- 3 permits shall be public information.
- 4 \* \* \*
- 5 (c) Operation. -- Each licensed association shall comply with
- 6 the following restrictions and rules governing the operation of
- 7 bingo:
- 8 (1) No person under the age of 18 shall be permitted to
- 9 play bingo unless accompanied by an adult.
- 10 (2) No association shall conduct bingo more than twice
- in any one week, except an association shall be permitted to
- 12 conduct the game of bingo for a period not to exceed ten days
- 13 at the association's exposition, carnival or fair site in
- 14 addition to the regularly scheduled games.
- 15 (3) Prizes awarded shall not exceed a value of \$250 for
- any one game of bingo, except [for jackpot] as follows:
- 17 (i) Jackpot games which shall not exceed a value of
- 18 \$2,000 for one such game. [In addition, no more than
- 19 \$4,000 in prizes]
- 20 (ii) No more than \$8,000 in prizes shall be awarded
- in any calendar day.
- 22 <u>(iii) Winner-takes-all games which shall pay out</u>
- 23 <u>100% of the gross revenues generated from the bingo game.</u>
- 24 (4) Only associations licensed to conduct bingo shall be
- 25 permitted to advertise their bingo games. Such advertisements
- 26 shall contain the date, time, location, whether cash or
- 27 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
- 30 association shall not advertise the prizes or their dollar

- value which will be awarded nor shall they advertise a quaranteed 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 associations. This paragraph shall not apply to associations contracting charitable organizations or outside operators to conduct bingo at expositions, carnivals or fairs.
    - (6) The association shall own both the premises upon which bingo is played and the personal property used in the conduct of the game, or if it does not, the association shall sign a written agreement leasing such premises or personal property from the owner thereof for a fee which is not determined by either the amount of receipts realized from the playing of bingo or the number of people attending bingo games. An association shall not lease such premises or personal property from any person who has been convicted of a felony or a violation of this act.
    - (7) Each association shall keep written records of the moneys and merchandise collected and distributed for each day they conduct bingo. These records shall indicate the total proceeds collected, the total prize money distributed, the 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

1 association's records.

- (8) Each association shall deposit with a financial 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 of conducting bingo at an exposition, carnival or fair for a period not exceeding ten days shall be permitted to contract a charitable organization to manage, set up, supervise or participate in the operation of the bingo game provided only merchandise prizes are awarded. Only bona fide members of the contracted charitable organization shall be permitted to participate in the operation of the bingo game. If no charitable organizations are available, the association may contract an outside operator to conduct the game for merchandise at the exposition, carnival or fair site. The provisions of this paragraph shall not be construed to allow bingo games to be ordinarily carried out on a commercial basis in this Commonwealth.

- 1 (11) No person shall participate in the operation of
  2 bingo games on more than four days in any calendar week,
  3 which games may be operated by no more than two different
  4 licensed associations. This provision shall not apply to
  5 persons engaged in the operation of bingo for merchandise at
  6 expositions, carnivals or fairs not exceeding ten days in
  7 duration.
- 8 (12) No supplier of merchandise nor any person who has 9 been convicted of a felony or a violation of this act shall 10 have a pecuniary interest in the operation or proceeds of the 11 bingo game.
- 12 (d) Application for license.—Each association shall apply
  13 to the licensing authority for a license on a form to be
  14 prescribed by the Secretary of the Commonwealth. Said form shall
  15 contain an affidavit to be affirmed by the executive officer or
  16 secretary of the association stating that:
  - (1) No person under the age of 18 will be permitted by the association to play bingo unless accompanied by an adult.
    - (2) The facility in which any game of bingo is to be played does have adequate means of ingress and egress and adequate sanitary facilities available in the area.
  - (3) The association is the sole or joint owner with a licensed association of the equipment used in playing bingo or it leases the equipment from another licensed association under a written agreement 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. This paragraph shall not apply to associations contracting with charitable organizations or outside operators to conduct bingo at expositions, carnivals or fairs.

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1 (4) The association is the owner of both the premises

2 upon which bingo is played and the personal property used in

3 the conduct of the game or, if it is not, that the

4 association is not leasing such premises or personal property

from the owner thereof under an oral agreement, nor is it

leasing such premises or personal property from the owner

thereof under a written agreement at a rental which is

8 determined by either the amount of receipts realized from the

9 playing of bingo or the number of people attending bingo

games, nor is it leasing such premises or personal property

from a person who has been convicted of a felony or a

12 violation of this act.

- 13 (5) The association will not conduct the playing of
  14 bingo more than twice per week in any one week, except those
  15 associations conducting bingo at expositions, carnivals or
  16 fairs.
- 17 (6) The association in any calendar day will not award a total of more than [\$4,000] \$8,000 in prizes.
- 19 (7) The association is a nonprofit association as 20 defined in this act.
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22 Section 3. This act shall take effect immediately.