

**SUBSTITUTE FOR  
SENATE BILL NO. 878**

A bill to amend 1972 PA 382, entitled  
"Traxler-McCauley-Law-Bowman bingo act,"  
by amending sections 2, 3, 3a, 4, 4a, 8, 9, 10, 11b, 11c, 12, 13,  
14, 15, 16, 18, and 19 (MCL 432.102, 432.103, 432.103a, 432.104,  
432.104a, 432.108, 432.109, 432.110, 432.111b, 432.111c, 432.112,  
432.113, 432.114, 432.115, 432.116, 432.118, and 432.119),  
sections 2 and 9 as amended by 2008 PA 401, sections 3, 4a, and  
12 as amended by 2012 PA 189, sections 3a, 8, 10, and 11b as  
amended by 2006 PA 427, sections 4, 13, 14, 15, 16, and 18 as  
amended and section 11c as added by 1999 PA 108, and section 19  
as amended by 1995 PA 263, and by adding article 2; to designate  
sections 1 to 20 as article 1; and to repeal acts and parts of  
acts.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

## ARTICLE 1

Sec. 2. As used in this act:

(a) "Active service" and "active state service" mean those terms as defined in section 105 of the Michigan military act, 1967 PA 150, MCL 32.505.

(b) "Advertising" means all printed matter, handouts, flyers, radio **BROADCASTS**, television **BROADCASTS**, ~~advertising~~ signs, billboards, and other media used to promote an event. ~~licensed under this act.~~

(c) "Bingo" means a game of chance commonly known as bingo in which prizes are awarded on the basis of designated numbers or symbols conforming to numbers or symbols selected at random.

(D) "BOARD" MEANS THE MICHIGAN GAMING CONTROL BOARD CREATED BY SECTION 4 OF THE MICHIGAN GAMING CONTROL AND REVENUE ACT, 1996 IL 1, MCL 432.204.

(E) ~~(d)~~ "Bureau" means the bureau of state lottery as created by section 5 of the McCauley-Traxler-Law-Bowman-McNeely lottery act, 1972 PA 239, MCL 432.5.

(F) "CHARITABLE PURPOSE" MEANS 1 OR MORE OF THE FOLLOWING CAUSES OR ACTIVITIES THAT ARE BENEFICIAL TO THE GENERAL PUBLIC:

(i) RELIEF OF POVERTY.

(ii) ADVANCEMENT OF EDUCATION.

(iii) ADVANCEMENT OF RELIGION.

(iv) PROTECTION OF HEALTH OR RELIEF FROM DISEASE, SUFFERING, OR DISTRESS.

(v) ADVANCEMENT OF CIVIC, GOVERNMENTAL, OR MUNICIPAL

1 PURPOSES.

2 (vi) PROTECTION OF THE ENVIRONMENT AND CONSERVATION OF  
3 WILDLIFE.

4 (vii) DEFENSE OF HUMAN RIGHTS AND THE ELIMINATION OF  
5 PREJUDICE AND DISCRIMINATION.

6 (viii) ANY OTHER PURPOSE THAT THE COMMISSIONER OR DIRECTOR, AS  
7 APPLICABLE, DETERMINES TO BE BENEFICIAL TO THE GENERAL PUBLIC.

8 (G) ~~(e)~~ "Charity game" means the random resale of a series  
9 of charity game tickets.

10 (H) ~~(f)~~ "Charity game ticket" means a ticket commonly  
11 referred to as a break-open ticket or pull-tab that is approved  
12 and acquired by the bureau and is distributed and sold by the  
13 bureau or a ~~licensed~~ supplier to a qualified organization, a  
14 portion of which is removed to discover whether the ticket is a  
15 winning ticket. ~~and whether the purchaser may be awarded a prize.~~

16 (I) ~~(g)~~ "Commissioner" means the commissioner of state  
17 lottery appointed under section 7 of the McCauley-Traxler-Law-  
18 Bowman-McNeely lottery act, 1972 PA 239, MCL 432.7.

19 (J) ~~(h)~~ "Coverall pattern" means a pattern required to win a  
20 bingo game in which all numbers on a bingo card are required to  
21 be called.

22 (K) "DAY" MEANS THE STANDARD 24-HOUR PERIOD, EXCEPT THAT  
23 WITH RESPECT TO THE ISSUANCE OF A LICENSE AND THE CONDUCT OF AN  
24 EVENT UNDER THE LICENSE, DAY MEANS THE TIME PERIOD FROM 8 A.M. OF  
25 THE DAY ON THE LICENSE TO 2 A.M. OF THE FOLLOWING DAY.

26 (l) "DIRECTOR" MEANS THE EXECUTIVE DIRECTOR OF THE BOARD,  
27 APPOINTED UNDER SECTION 4 OF THE MICHIGAN GAMING CONTROL AND

1 REVENUE ACT, 1996 IL 1, MCL 432.204.

2 (M) "EDUCATIONAL ORGANIZATION" MEANS AN ORGANIZATION IN THIS  
3 STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT, WHOSE PRIMARY  
4 PURPOSE IS EDUCATIONAL IN NATURE AND DESIGNED TO DEVELOP THE  
5 CAPABILITIES OF INDIVIDUALS BY INSTRUCTION IN ANY PUBLIC OR  
6 PRIVATE ELEMENTARY OR SECONDARY SCHOOL THAT COMPLIES WITH THE  
7 REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1 TO 380.1852, OR ANY  
8 PRIVATE OR PUBLIC COLLEGE OR UNIVERSITY THAT IS ORGANIZED NOT FOR  
9 PECUNIARY PROFIT AND THAT IS APPROVED BY THE STATE BOARD OF  
10 EDUCATION.

11 (N) "EQUIPMENT" MEANS THE OBJECTS AND MECHANICAL,  
12 ELECTROMECHANICAL, OR ELECTRONIC DEVICES USED TO DETERMINE OR  
13 ASSIST IN DETERMINING THE WINNERS OF PRIZES AT AN EVENT.

14 (O) "EVENT" MEANS, IN ARTICLE 1, AN OCCASION OF BINGO GAMES,  
15 A RAFFLE, A CHARITY GAME, OR A NUMERAL GAME CONDUCTED UNDER A  
16 LICENSE ISSUED UNDER ARTICLE 1, AND IN ARTICLE 2, AN OCCASION OF  
17 A MILLIONAIRE PARTY CONDUCTED UNDER A LICENSE ISSUED UNDER  
18 ARTICLE 2.

19 (P) "FRATERNAL ORGANIZATION" MEANS AN ORGANIZATION IN THIS  
20 STATE, OTHER THAN A COLLEGE FRATERNITY OR SORORITY, THAT MEETS  
21 ALL OF THE FOLLOWING CRITERIA:

22 (i) IS ORGANIZED NOT FOR PECUNIARY PROFIT.

23 (ii) IS A BRANCH, LODGE, OR CHAPTER OF A NATIONAL OR STATE  
24 ORGANIZATION OR, ONLY FOR THE PURPOSE OF CONDUCTING A SMALL  
25 RAFFLE OR A LARGE RAFFLE UNDER THIS ACT, IF NOT A BRANCH, LODGE,  
26 OR CHAPTER OF A NATIONAL OR STATE ORGANIZATION, IS EXEMPT FROM  
27 TAXATION UNDER SECTION 501(C) OF THE INTERNAL REVENUE CODE OF

1 1986, 26 USC 501.

2 (iii) EXISTS FOR THE COMMON PURPOSE, BROTHERHOOD, OR OTHER  
3 INTERESTS OF ITS MEMBERS.

4 (Q) "GENERAL PUBLIC" MEANS SOCIETY AS A WHOLE OR ANY  
5 CONSIDERABLE PART OF SOCIETY.

6 (R) "GROSS REVENUE" MEANS THE MONETARY VALUE RECEIVED BY THE  
7 LICENSEE FOR ALL FEES CHARGED TO PARTICIPATE IN THE EVENT BEFORE  
8 ANY DEDUCTIONS FOR PRIZES OR ANY OTHER EXPENSES.

9 Sec. 3. As used in this act:

10 ~~—— (a) "Educational organization" means an organization within~~  
11 ~~this state that is organized not for pecuniary profit, whose~~  
12 ~~primary purpose is educational in nature and designed to develop~~  
13 ~~the capabilities of individuals by instruction in any public or~~  
14 ~~private elementary or secondary school that complies with the~~  
15 ~~revised school code, 1976 PA 451, MCL 380.1 to 380.1852, or any~~  
16 ~~private or public college or university that is organized not for~~  
17 ~~pecuniary profit and that is approved by the state board of~~  
18 ~~education.~~

19 ~~—— (b) "Fraternal organization" means an organization within~~  
20 ~~this state, other than a college fraternity or sorority, that~~  
21 ~~meets all of the following criteria:~~

22 ~~—— (i) Is organized not for pecuniary profit.~~

23 ~~—— (ii) Is a branch, lodge, or chapter of a national or state~~  
24 ~~organization or, only for the purpose of conducting a small~~  
25 ~~raffle or a large raffle under this act, if not a branch, lodge,~~  
26 ~~or chapter of a national or state organization, is exempt from~~  
27 ~~taxation under section 501(c) of the internal revenue code of~~

1 ~~1986, 26 USC 501.~~

2 ~~—— (iii) Exists for the common purpose, brotherhood, or other~~  
3 ~~interests of its members.~~

4 (A) "LARGE BINGO" MEANS A SERIES OF BINGO OCCASIONS THAT  
5 OCCUR ON A REGULAR BASIS DURING WHICH THE TOTAL VALUE OF ALL  
6 PRIZES AWARDED FOR BINGO GAMES AT A SINGLE OCCASION DOES NOT  
7 EXCEED \$3,500.00 AND THE TOTAL VALUE OF ALL PRIZES AWARDED FOR 1  
8 BINGO GAME DOES NOT EXCEED \$1,100.00, EXCEPT THAT A PRIZE AWARDED  
9 THROUGH A MICHIGAN PROGRESSIVE JACKPOT BINGO GAME IS NOT SUBJECT  
10 TO THESE LIMITATIONS.

11 (B) "LARGE RAFFLE" MEANS AN EVENT WHERE THE TOTAL VALUE OF  
12 ALL PRIZES AWARDED THROUGH RAFFLE DRAWINGS EXCEEDS \$500.00 PER  
13 OCCASION.

14 (C) "LAWFUL PURPOSE" MEANS 1 OR MORE OF THE AUTHORIZED  
15 PURPOSES STATED IN A QUALIFIED ORGANIZATION'S WRITTEN BYLAWS,  
16 CONSTITUTION, CHARTER, OR ARTICLES OF INCORPORATION THAT ARE ON  
17 FILE WITH THE BUREAU OF DIRECTOR, AS APPLICABLE.

18 (D) ~~(e)~~—"Licensee" means a person, ~~or~~ INCLUDING A qualified  
19 organization, licensed under this act.

20 (E) "LOCATION" MEANS A BUILDING, ENCLOSURE, PART OF A  
21 BUILDING OR ENCLOSURE, OR A DISTINCT PORTION OF REAL PROPERTY  
22 THAT IS USED FOR THE PURPOSE OF CONDUCTING AN EVENT. LOCATION  
23 INCLUDES ALL COMPONENTS OR BUILDINGS THAT COMPOSE 1 ARCHITECTURAL  
24 ENTITY OR THAT SERVE A UNIFIED FUNCTIONAL PURPOSE, OR A  
25 RACETRACK, THAT IS USED FOR THE PURPOSE OF CONDUCTING AN EVENT.

26 (F) "MANUFACTURER" MEANS A PERSON LICENSED UNDER SECTION 11C  
27 WHO MANUFACTURES NUMERAL GAME TICKETS FOR SALE TO SUPPLIERS FOR

1   **USE IN AN EVENT.**

2           (G) ~~(d)~~—"Member" means an individual who qualified for  
3 membership in a qualified organization under its bylaws, articles  
4 of incorporation, charter, rules, or other written statement.

5           (H) ~~(e)~~—"Michigan national guard" and "military" mean those  
6 terms as defined in section 105 of the Michigan military act,  
7 1967 PA 150, MCL 32.505.

8           ~~(f) "Person" means a natural person, firm, association,~~  
9 ~~corporation, or other legal entity.~~

10           ~~(g) "Qualified organization" means, subject to subdivision~~  
11 ~~(h), either of the following:~~

12           ~~(i) A bona fide religious, educational, service, senior~~  
13 ~~citizens, fraternal, or veterans' organization that operates~~  
14 ~~without profit to its members and that either has been in~~  
15 ~~existence continuously as an organization for a period of 5 years~~  
16 ~~or is exempt from taxation under section 501(c) of the internal~~  
17 ~~revenue code of 1986, 26 USC 501.~~

18           ~~(ii) Only for the purpose of conducting a small raffle or a~~  
19 ~~large raffle under this act, a component of the military or the~~  
20 ~~Michigan national guard whose members are in active service or~~  
21 ~~active state service.~~

22           ~~(h) "Qualified organization" does not include a candidate~~  
23 ~~committee, political committee, political party committee, ballot~~  
24 ~~question committee, independent committee, or any other committee~~  
25 ~~as defined by, and organized under, the Michigan campaign finance~~  
26 ~~act, 1976 PA 388, MCL 169.201 to 169.282.~~

27           ~~(i) "Religious organization" means any of the following:~~

~~1 (i) An organization, church, body of communicants, or group  
2 that is organized not for pecuniary profit and that gathers in  
3 common membership for mutual support and edification in piety,  
4 worship, and religious observances.~~

~~5 (ii) A society of individuals that is organized not for  
6 pecuniary profit and that unites for religious purposes at a  
7 definite place.~~

~~8 (iii) A church related private school that is organized not  
9 for pecuniary profit.~~

~~10 (j) "Senior citizens organization" means an organization  
11 within this state that is organized not for pecuniary profit,  
12 that consists of at least 15 members who are 60 years of age or  
13 older, and that exists for their mutual support and for the  
14 advancement of the causes of elderly or retired persons.~~

~~15 (k) "Service organization" means either of the following:~~

~~16 (i) A branch, lodge, or chapter of a national or state  
17 organization that is organized not for pecuniary profit and that  
18 is authorized by its written constitution, charter, articles of  
19 incorporation, or bylaws to engage in a fraternal, civic, or  
20 service purpose within the state.~~

~~21 (ii) A local civic organization that is organized not for  
22 pecuniary profit, that is not affiliated with a state or national  
23 organization, that is recognized by resolution adopted by the  
24 local governmental subdivision in which the organization conducts  
25 its principal activities, whose constitution, charter, articles  
26 of incorporation, or bylaws contain a provision for the  
27 perpetuation of the organization as a nonprofit organization;~~



~~whose entire assets are used for charitable purposes; and whose constitution, charter, articles of incorporation, or bylaws contain a provision that all assets, real property, and personal property shall revert to the benefit of the local governmental subdivision that granted the resolution upon dissolution of the organization.~~

~~(l) "Veterans' organization" means an organization within this state, or a branch, lodge, or chapter within this state of a state organization or of a national organization chartered by the congress of the United States, that is organized not for pecuniary profit, the membership of which consists of individuals who were members of the armed services or armed forces of the United States. Veterans' organization includes an auxiliary of a veterans' organization that is a national organization chartered by the congress of the United States.~~

(I) "MICHIGAN PROGRESSIVE JACKPOT" MEANS A BINGO GAME CONDUCTED IN CONJUNCTION WITH A LICENSED LARGE BINGO OCCASION IN WHICH THE VALUE OF THE PRIZE IS CARRIED FORWARD TO THE NEXT BINGO OCCASION IF NO PLAYER WINS IN A PREDETERMINED NUMBER OF ALLOWABLE CALLS. MICHIGAN PROGRESSIVE JACKPOT MAY INCLUDE BINGO GAMES CONDUCTED BY MORE THAN 1 LICENSEE THAT ARE LINKED TOGETHER FOR THE PURPOSE OF A COMMON JACKPOT PRIZE AND CONSOLATION PRIZE AS PRESCRIBED BY THE COMMISSIONER.

(J) "MILLIONAIRE PARTY" MEANS AN EVENT AT WHICH WAGERS ARE PLACED ON GAMES OF CHANCE CUSTOMARILY ASSOCIATED WITH A GAMBLING CASINO AND DESCRIBED IN SECTION 42 THROUGH THE USE OF IMITATION MONEY OR CHIPS THAT HAVE A NOMINAL VALUE EQUAL TO OR GREATER THAN

1 THE VALUE OF THE CURRENCY FOR WHICH THEY CAN BE EXCHANGED.

2 (K) "NUMERAL GAME" MEANS THE RANDOM RESALE OF A SERIES OF  
3 NUMERAL GAME TICKETS.

4 (I) "NUMERAL GAME TICKET" MEANS A PAPER STRIP ON WHICH  
5 PREPRINTED NUMERALS ARE COVERED BY FOLDING THE STRIP AND BANDING  
6 THE FOLDED STRIP WITH A SEPARATE PIECE OF PAPER, SO THAT ON  
7 BREAKING THE PAPER THAT BANDS THE FOLDING STRIP THE PURCHASER  
8 DISCOVERS WHETHER THE TICKET IS A WINNING TICKET.

9 (M) "OCCASION" MEANS A SINGLE DAY FOR WHICH A LICENSE TO  
10 CONDUCT GAMES IS ISSUED UNDER THIS ACT.

11 Sec. 3a. ~~(1) "Equipment" means the objects and mechanical or~~  
12 ~~electromechanical devices used to determine or assist in~~  
13 ~~determining the winners of prizes at events licensed under this~~  
14 ~~act.~~

15 ~~—— (2) "Event" means each occasion of a bingo, millionaire~~  
16 ~~party, raffle, charity game, or numeral game licensed under this~~  
17 ~~act.~~

18 ~~—— (3) "Large bingo" means a series of bingo occasions that~~  
19 ~~occur on a regular basis during which the total value of all~~  
20 ~~prizes awarded through bingo at a single occasion does not exceed~~  
21 ~~\$3,500.00 and the total value of all prizes awarded for 1 game~~  
22 ~~does not exceed \$1,100.00, except that a prize awarded through a~~  
23 ~~Michigan progressive jackpot bingo game is not subject to these~~  
24 ~~limitations.~~

25 ~~—— (4) "Large raffle" means an event where the total value of~~  
26 ~~all prizes awarded through raffle drawings exceed \$500.00 per~~  
27 ~~occasion.~~

1 ~~—— (5) "Location" means a building, enclosure, part of a~~  
2 ~~building or enclosure, or a distinct portion of real estate that~~  
3 ~~is used for the purpose of conducting events licensed under this~~  
4 ~~act. Location also means all components or buildings that~~  
5 ~~comprise 1 architectural entity or that serve a unified~~  
6 ~~functional purpose.~~

7 ~~—— (6) "Manufacturer" means a person licensed under section 11e~~  
8 ~~who manufactures numeral game tickets for sale to suppliers for~~  
9 ~~use in an event.~~

10 ~~—— (7) "Michigan progressive jackpot" means a bingo game~~  
11 ~~conducted in conjunction with a licensed large bingo occasion,~~  
12 ~~where the value of the prize is carried forward to the next bingo~~  
13 ~~occasion if no player bingos in a predetermined number of~~  
14 ~~allowable calls. Michigan progressive jackpot may include bingo~~  
15 ~~games conducted by more than 1 licensee that are linked together~~  
16 ~~for the purpose of a common jackpot prize and consolation prize~~  
17 ~~as prescribed by the commissioner.~~

18 ~~—— (8) "Millionaire party" means an event at which wagers are~~  
19 ~~placed upon games of chance customarily associated with a~~  
20 ~~gambling casino through the use of imitation money or chips that~~  
21 ~~have a nominal value equal to or greater than the value of the~~  
22 ~~currency for which they can be exchanged.~~

23 ~~—— (9) "Numeral game" means the random resale of a series of~~  
24 ~~numeral game tickets by a qualified organization under a numeral~~  
25 ~~game license or in conjunction with a licensed millionaire party~~  
26 ~~or large raffle.~~

27 ~~—— (10) "Numeral game ticket" means a paper strip on which~~

~~preprinted numerals are covered by folding the strip and banding the folded strip with a separate piece of paper, if upon breaking the paper strip that bands the ticket, the purchaser discovers whether the ticket is a winning ticket and the purchaser may be awarded a merchandise prize.~~

~~—— (11) "Occasion" means the hours of the day for which a license is issued.~~ **AS USED IN THIS ACT:**

**(A) "PERSON" MEANS AN INDIVIDUAL, FIRM, ASSOCIATION, CORPORATION, OR OTHER LEGAL ENTITY.**

**(B) ~~(12)~~"Principal officer" means the highest ranking officer of the qualified organization according to its written constitution, charter, articles of incorporation, or bylaws.**

**(C) ~~(13)~~"Prize" means anything of value, including, but not limited to, money or merchandise that is given to a player for attending or winning a game at an event. A nonmonetary item is valued at its retail value. Prize does not include advertising material given away by a qualified organization in accordance with rules promulgated under this act.**

**(D) "QUALIFIED ORGANIZATION" MEANS, SUBJECT TO SUBDIVISION**

**(E), EITHER OF THE FOLLOWING:**

**(i) A BONA FIDE RELIGIOUS, EDUCATIONAL, SERVICE, SENIOR CITIZENS, FRATERNAL, OR VETERANS' ORGANIZATION THAT OPERATES WITHOUT PROFIT TO ITS MEMBERS AND THAT EITHER HAS BEEN IN EXISTENCE CONTINUOUSLY AS AN ORGANIZATION FOR A PERIOD OF 5 YEARS OR IS EXEMPT FROM TAXATION UNDER 26 USC 501(C).**

**(ii) ONLY FOR THE PURPOSE OF CONDUCTING A SMALL RAFFLE OR A LARGE RAFFLE UNDER THIS ACT, A COMPONENT OF THE MILITARY OR THE**

1 MICHIGAN NATIONAL GUARD WHOSE MEMBERS ARE IN ACTIVE SERVICE OR  
2 ACTIVE STATE SERVICE.

3 (E) "QUALIFIED ORGANIZATION" DOES NOT INCLUDE A CANDIDATE  
4 COMMITTEE, POLITICAL COMMITTEE, POLITICAL PARTY COMMITTEE, BALLOT  
5 QUESTION COMMITTEE, INDEPENDENT COMMITTEE, OR ANY OTHER COMMITTEE  
6 AS DEFINED BY, AND ORGANIZED UNDER, THE MICHIGAN CAMPAIGN FINANCE  
7 ACT, 1976 PA 388, MCL 169.201 TO 169.282.

8 (F) "RACETRACK" MEANS A RACETRACK LICENSED UNDER SECTION 9  
9 OF THE HORSE RACING LAW OF 1995, 1995 PA 279, MCL 431.309.

10 (G) "RAFFLE" MEANS AN EVENT FOR WHICH RAFFLE TICKETS ARE  
11 SOLD AND AT WHICH A WINNER OR WINNERS ARE DETERMINED, EITHER BY  
12 RANDOMLY SELECTING STUBS FROM ALL OF THE RAFFLE TICKETS SOLD FOR  
13 AN EVENT OR BY AN ALTERNATIVE METHOD THAT IS APPROVED IN WRITING  
14 BY THE BOARD, AND A PREANNOUNCED PRIZE IS AWARDED.

15 (H) "RELIGIOUS ORGANIZATION" MEANS ANY OF THE FOLLOWING:

16 (i) AN ORGANIZATION, CHURCH, BODY OF COMMUNICANTS, OR GROUP  
17 IN THIS STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT AND THAT  
18 GATHERS IN COMMON MEMBERSHIP FOR MUTUAL SUPPORT AND EDIFICATION  
19 IN PIETY, WORSHIP, AND RELIGIOUS OBSERVANCES.

20 (ii) A SOCIETY OF INDIVIDUALS IN THIS STATE THAT IS ORGANIZED  
21 NOT FOR PECUNIARY PROFIT AND THAT UNITES FOR RELIGIOUS PURPOSES  
22 AT A DEFINITE PLACE.

23 (iii) A CHURCH-RELATED PRIVATE SCHOOL IN THIS STATE THAT IS  
24 ORGANIZED NOT FOR PECUNIARY PROFIT.

25 (I) "RETAIL VALUE" MEANS THE PRICE AT WHICH A MERCHANDISE  
26 ITEM CAN NORMALLY BE FOUND FOR PURCHASE AT A RETAIL OUTLET. FOR A  
27 MERCHANDISE ITEM THAT IS NOT NORMALLY SOLD THROUGH A RETAIL

1 OUTLET, RETAIL VALUE MEANS THE PRICE AT WHICH THE ITEM NORMALLY  
2 IS SOLD IN THE SECONDARY MARKET OR THE PRICE THAT A REASONABLE  
3 SELLER WOULD ASK AND THAT A REASONABLE PURCHASER WOULD PAY FOR  
4 THE ITEM.

5 (J) "SENIOR CITIZENS ORGANIZATION" MEANS AN ORGANIZATION IN  
6 THIS STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT, THAT  
7 CONSISTS OF AT LEAST 15 MEMBERS WHO ARE 60 YEARS OF AGE OR OLDER,  
8 AND THAT EXISTS FOR THEIR MUTUAL SUPPORT AND FOR THE ADVANCEMENT  
9 OF THE CAUSES OF ELDERLY OR RETIRED PERSONS.

10 (K) "SERVICE ORGANIZATION" MEANS EITHER OF THE FOLLOWING:

11 (i) A BRANCH, LODGE, OR CHAPTER IN THIS STATE OF A NATIONAL  
12 OR STATE ORGANIZATION THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT  
13 AND THAT IS AUTHORIZED BY ITS WRITTEN CONSTITUTION, CHARTER,  
14 ARTICLES OF INCORPORATION, OR BYLAWS TO ENGAGE IN A FRATERNAL,  
15 CIVIC, OR SERVICE PURPOSE IN THIS STATE.

16 (ii) A LOCAL CIVIC ORGANIZATION IN THIS STATE THAT IS  
17 ORGANIZED NOT FOR PECUNIARY PROFIT; THAT IS NOT AFFILIATED WITH A  
18 STATE OR NATIONAL ORGANIZATION; THAT IS RECOGNIZED BY RESOLUTION  
19 ADOPTED BY THE LOCAL GOVERNMENTAL SUBDIVISION IN WHICH THE  
20 ORGANIZATION CONDUCTS ITS PRINCIPAL ACTIVITIES; WHOSE  
21 CONSTITUTION, CHARTER, ARTICLES OF INCORPORATION, OR BYLAWS  
22 CONTAIN A PROVISION FOR THE PERPETUATION OF THE ORGANIZATION AS A  
23 NONPROFIT ORGANIZATION; WHOSE ENTIRE ASSETS ARE USED FOR  
24 CHARITABLE PURPOSES; AND WHOSE CONSTITUTION, CHARTER, ARTICLES OF  
25 INCORPORATION, OR BYLAWS CONTAIN A PROVISION THAT ALL ASSETS,  
26 REAL PROPERTY, AND PERSONAL PROPERTY SHALL REVERT TO THE BENEFIT  
27 OF THE LOCAL GOVERNMENTAL SUBDIVISION THAT GRANTED THE RESOLUTION

1 OR ANOTHER NONPROFIT ORGANIZATION ON DISSOLUTION OF THE  
2 ORGANIZATION.

3 ~~—— (14) "Single gathering" means 1 scheduled assembly or~~  
4 ~~meeting with a specified beginning and ending time that is~~  
5 ~~conducted or sponsored by the qualified organization. Single~~  
6 ~~gathering does not include the regular operating hours of a club~~  
7 ~~or similar facility and does not include a meeting conducted~~  
8 ~~solely for the purpose of conducting a raffle.~~

9 (I) ~~(15)~~ "Small bingo" means a series of bingo occasions that  
10 occur on a regular basis during which the total value of all  
11 prizes awarded ~~through~~ **FOR** bingo **GAMES** at a single occasion does  
12 not exceed \$300.00 and the total value of all prizes awarded for  
13 a single bingo game does not exceed \$25.00.

14 (M) ~~(16)~~ "Small raffle" means an event during which the  
15 total value of all prizes awarded through raffle drawings does  
16 not exceed \$500.00 during 1 occasion.

17 (N) ~~(17)~~ "Special bingo" means a single or consecutive  
18 series of bingo occasions during which the total value of all  
19 prizes awarded ~~through~~ **FOR** bingo **GAMES** at a single occasion does  
20 not exceed \$3,500.00 and the total value of all prizes awarded  
21 for a single bingo game does not exceed \$1,100.00.

22 (O) ~~(18)~~ "Supplier" means a person licensed under this act  
23 to rent, sell, or lease equipment or to sell charity game or  
24 numeral game tickets to qualified organizations licensed under  
25 this act.

26 (P) "VETERANS' ORGANIZATION" MEANS AN ORGANIZATION IN THIS  
27 STATE, OR A BRANCH, LODGE, OR CHAPTER IN THIS STATE OF A STATE

1 ORGANIZATION OR OF A NATIONAL ORGANIZATION CHARTERED BY THE  
2 CONGRESS OF THE UNITED STATES, THAT IS ORGANIZED NOT FOR  
3 PECUNIARY PROFIT, THE MEMBERSHIP OF WHICH CONSISTS OF INDIVIDUALS  
4 WHO WERE MEMBERS OF THE ARMED SERVICES OR ARMED FORCES OF THE  
5 UNITED STATES. VETERANS' ORGANIZATION INCLUDES AN AUXILIARY OF A  
6 VETERANS' ORGANIZATION THAT IS A NATIONAL ORGANIZATION CHARTERED  
7 BY THE CONGRESS OF THE UNITED STATES.

8 (Q) "WEEK" MEANS A PERIOD OF 7 DAYS BEGINNING WITH SUNDAY  
9 AND ENDING WITH SATURDAY.

10 Sec. 4. (1) ~~Each~~ **AN** applicant for a license to conduct a  
11 bingo **EVENT**, ~~millionaire party~~, raffle, charity game, or numeral  
12 game shall submit to the bureau a written application on a form  
13 prescribed by the commissioner.

14 (2) The application **UNDER SUBSECTION (1)** shall include all  
15 of the following:

16 (a) The name and address of the applicant organization.

17 (b) The name and address of each officer of the applicant  
18 organization.

19 (c) The location at which the applicant will conduct the  
20 event.

21 (d) The day or dates of the event.

22 (e) The member or members of the applicant organization who  
23 will be responsible for the conduct of the event.

24 (f) Sufficient facts relating to the applicant's  
25 incorporation or organization to enable the commissioner to  
26 determine whether the applicant is a qualified organization.

27 (g) A sworn statement attesting to the nonprofit status of



1 the applicant organization, signed by the principal officer of  
2 ~~that~~**THE** organization.

3 (h) Other information the commissioner considers necessary.

4 Sec. 4a. (1) Except as provided in subsections (2) and (3),  
5 if the commissioner determines that ~~the~~**AN** applicant **UNDER**  
6 **SECTION 4** is a qualified organization, ~~and~~ is not ineligible  
7 under section 18, and ~~the applicant~~ has paid to the bureau the  
8 appropriate fee, the commissioner ~~may~~**SHALL** issue 1 or more of  
9 the following licenses:

10	License	Fee
11	(a) Large bingo.....	\$ 150.00
12	(b) Small bingo.....	\$ 55.00
13	(c) Special bingo.....	\$ 25.00
14	<del>(d) Millionaire party.....</del>	<del>\$ 50.00 per day</del>
15	(D) <del>(e)</del> Large raffle.....	\$ 50.00 per
16		drawing date
17	(E) <del>(f)</del> Small raffle:	
18	(i) One to 3 drawing dates.....	\$ 15.00
19	(ii) Four or more drawing dates.....	\$ 5.00 per
20		drawing date
21	(F) <del>(g)</del> Annual charity game.....	\$ 200.00
22	(G) <del>(h)</del> Special charity game.....	\$ 15.00 per day
23	(H) <del>(i)</del> Numeral game.....	\$ 15.00 per day

24 (2) Under extreme hardship conditions as determined by the  
25 commissioner, the commissioner may waive 1 or more requirements  
26 ~~of~~**FOR A PERSON TO BE** a qualified organization ~~described in~~  
27 ~~section 3~~**UNDER SECTION 3A(D)** to permit the licensing of a  
28 special bingo, ~~millionaire party~~, **EVENT** or raffle, if all of the

1 following conditions are met:

2 (a) The organization applying for the license is a nonprofit  
3 organization.

4 (b) The entire proceeds of the event, less the actual  
5 reasonable expense of conducting the event, are donated or used  
6 for a charitable purpose, organization, or cause.

7 (c) None of the individuals connected with the conduct of  
8 the event is compensated in any manner for his or her  
9 participation.

10 (d) The organization complies with all other **APPLICABLE**  
11 provisions of this act and rules promulgated under this  
12 ~~act~~**ARTICLE**.

13 (3) Under extreme hardship conditions as determined by the  
14 commissioner, the commissioner may allow an individual or a group  
15 of individuals to obtain a license to conduct a special bingo ~~7~~  
16 ~~millionaire party~~, **EVENT** or raffle if all of the following  
17 conditions are met:

18 (a) The entire proceeds of the event, less the actual  
19 reasonable expense of conducting the event, are donated or used  
20 for a charitable purpose, organization, or cause.

21 (b) None of the individuals connected with the conduct of  
22 the event is compensated in any manner for his or her  
23 participation.

24 (c) The individual or group of individuals complies with all  
25 other **APPLICABLE** provisions of this ~~act~~**ARTICLE** and the rules  
26 promulgated under this ~~act~~**ARTICLE**.

27 (4) Each event license issued to a qualified organization

1 **UNDER THIS SECTION** is valid for only the location included on the  
2 license.

3 (5) A license **ISSUED UNDER THIS SECTION** is not assignable or  
4 transferable.

5 (6) ~~The A licensee is responsible for ensuring~~ **SHALL ENSURE**  
6 that the events **CONDUCTED UNDER A LICENSE ISSUED UNDER THIS**  
7 **SECTION** are conducted in compliance with **THE APPLICABLE**  
8 **PROVISIONS OF** this act and rules **PROMULGATED UNDER THIS ARTICLE.**

9 (7) ~~A~~ **EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, A**  
10 licensee shall only conduct events licensed under this ~~act~~  
11 **SECTION** during the hours and on the day and date or dates stated  
12 on the license.

13 (8) In connection with an application for a small raffle  
14 license or a large raffle license, in determining whether a  
15 fraternal organization that is not a branch, lodge, or chapter of  
16 a national or state organization is a qualified organization, the  
17 commissioner shall only consider whether the organization meets  
18 requirements that are applicable under this act that are  
19 unrelated to whether the organization is a branch, lodge, or  
20 chapter of a national or state organization.

21 (9) **THE COMMISSIONER SHALL NOT DENY A LICENSE TO AN**  
22 **APPLICANT UNDER SECTION 4 ON THE BASIS THAT THE LOCATION WHERE**  
23 **THE EVENT WILL BE HELD IS A RACETRACK. THE COMMISSIONER SHALL NOT**  
24 **DENY A LICENSE TO AN APPLICANT UNDER SECTION 4 IN ORDER TO LIMIT**  
25 **THE NUMBER OF DAYS IN A WEEK THAT EVENTS MAY BE CONDUCTED AT A**  
26 **RACETRACK OR LIMIT THE NUMBER OF EVENTS THAT MAY BE CONDUCTED AT**  
27 **A RACETRACK ON 1 DAY TO LESS THAN 7.**

1       Sec. 8. (1) All fees and revenue collected by the  
2 commissioner or bureau under this act shall be paid into the  
3 state lottery fund **CREATED UNDER SECTION 41 OF THE MCCAULEY-**  
4 **TRAXLER-LAW-BOWMAN-MCNEELY LOTTERY ACT, 1972 PA 239, MCL 432.41.**

5 All necessary expenses incurred by the bureau in the  
6 administration and enforcement of any activity authorized by this  
7 act and in the initiation, implementation, and ongoing operation  
8 of any activity authorized by this act shall be financed from the  
9 state lottery fund. The amount of these necessary expenses shall  
10 not exceed the amount of revenues received from the sale of  
11 charity game tickets and all fees collected under this act **BY THE**  
12 **COMMISSIONER OR THE BUREAU.** At the end of each fiscal year all  
13 money, including interest, in the state lottery fund ~~which~~**-THAT**  
14 is attributable to fees and revenue collected under this act **BY**  
15 **THE COMMISSIONER OR THE BUREAU** but ~~which~~**-THAT** has not been  
16 expended under this section shall be deposited in the state  
17 general fund.

18       (2) **ALL FEES AND REVENUE COLLECTED BY THE DIRECTOR OR BOARD**  
19 **UNDER THIS ACT SHALL BE PAID INTO THE STATE LOTTERY FUND CREATED**  
20 **UNDER SECTION 41 OF THE MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY**  
21 **LOTTERY ACT, 1972 PA 239, MCL 432.41. ALL NECESSARY EXPENSES**  
22 **INCURRED BY THE DIRECTOR OR BOARD IN THE ADMINISTRATION AND**  
23 **ENFORCEMENT OF ANY ACTIVITY AUTHORIZED BY THIS ACT AND IN THE**  
24 **INITIATION, IMPLEMENTATION, AND ONGOING OPERATION OF ANY ACTIVITY**  
25 **AUTHORIZED BY THIS ACT SHALL BE FINANCED FROM THE STATE LOTTERY**  
26 **FUND. THE AMOUNT OF THESE NECESSARY EXPENSES SHALL NOT EXCEED THE**  
27 **AMOUNT OF THE FEES COLLECTED UNDER THIS ACT BY THE DIRECTOR OR**

1 THE BOARD. AT THE END OF EACH FISCAL YEAR ALL MONEY, INCLUDING  
 2 INTEREST, IN THE STATE LOTTERY FUND THAT IS ATTRIBUTABLE TO FEES  
 3 AND REVENUE COLLECTED UNDER THIS ACT BY THE DIRECTOR OR THE BOARD  
 4 BUT THAT HAS NOT BEEN EXPENDED UNDER THIS SECTION SHALL BE  
 5 DEPOSITED IN THE STATE GENERAL FUND.

6 Sec. 9. (1) Except as provided in subsection (2), the entire  
 7 net proceeds of an event **CONDUCTED UNDER A LICENSE ISSUED UNDER**  
 8 **THIS ARTICLE** shall be devoted exclusively to the lawful purposes  
 9 of the licensee. A licensee shall not incur or pay an item of  
 10 expense in connection with ~~the~~ holding, operating, or conducting  
 11 ~~of an event~~ except the following expenses in ~~reasonable~~ amounts  
 12 **THAT THE COMMISSIONER DETERMINES TO BE REASONABLE:**

13 (a) The purchase or rental of equipment necessary for  
 14 conducting an event and payment of services reasonably necessary  
 15 for the repair of equipment.

16 (b) Cash prizes or the purchase of prizes of merchandise.

17 (c) Rental of the location at which the event is conducted.

18 (d) Janitorial services.

19 (e) The fee required for issuance or reissuance of a license  
 20 to conduct the event.

21 (f) Other reasonable expenses incurred by the licensee, not  
 22 inconsistent with this act, as permitted by rule of the  
 23 commissioner.

24 (2) A qualified organization described in section ~~3(g)(ii)~~  
 25 **3A(D) (ii)** shall use the entire net proceeds of an event, after  
 26 paying items of expense incurred in reasonable amounts in  
 27 connection with the holding, operating, or conducting of the

1 event and listed in subsection (1), only for the expense of  
2 training or purchasing goods or services for the support of the  
3 activities of the component.

4       Sec. 10. (1) Only a member of the qualified organization  
5 shall participate in the management of an event.

6       (2) A person shall not receive any commission, salary, pay,  
7 profit, or wage for participating in the management or operation  
8 of **A bingo EVENT**, ~~a millionaire party~~, a raffle, or a charity  
9 game except as provided by rule promulgated under this

10 ~~act.~~ **ARTICLE.**

11       (3) Except by special permission of the commissioner, a  
12 licensee shall conduct bingo ~~or a millionaire party~~ **GAMES** only  
13 with equipment that it owns, uses under a bureau-approved rental  
14 contract, or is purchasing or renting at a reasonable rate from a  
15 supplier.

16       (4) A licensee shall not advertise **A bingo EVENT** except to  
17 the extent and in the manner permitted by rule promulgated under  
18 this ~~act.~~ **ARTICLE.** If the commissioner permits a licensee to  
19 advertise **A bingo EVENT**, the licensee shall indicate in the  
20 advertisement the purposes for which the net proceeds will be  
21 used by the licensee.

22 ~~—— (5) The holder of a millionaire party license shall not~~  
23 ~~advertise the event, except to the extent and in the manner~~  
24 ~~permitted by rule promulgated under this act. If the commissioner~~  
25 ~~permits a licensee to advertise the event, the licensee shall~~  
26 ~~indicate in the advertising the purposes for which the net~~  
27 ~~proceeds will be used by the licensee.~~

1       Sec. 11b. (1) ~~Each~~**AN** applicant for a license or renewal of  
2 a license to operate as a supplier of equipment, charity game  
3 tickets, or numeral game tickets to qualified organizations  
4 licensed under this act shall submit a written application to the  
5 bureau on a form prescribed by the commissioner.

6       (2) ~~The~~**AN** applicant **UNDER THIS SECTION** shall pay an annual  
7 license fee of \$300.00 at the time of the application.

8       (3) A supplier's license expires at 12 midnight on September  
9 30 of each year.

10       (4) The commissioner shall require suppliers authorized to  
11 sell charity game tickets, numeral game tickets, or both, to post  
12 a performance bond of not less than \$50,000.00 and not greater  
13 than \$1,000,000.00.

14       (5) A supplier shall remit to the bureau an amount equal to  
15 the qualified organization's purchase price of the charity game  
16 tickets less an amount that shall not be less than the sum of  
17 \$.008 for each ticket sold plus 1.0% of the total resale value  
18 for all charity game tickets sold.

19       (6) For each numeral game sold, the supplier shall issue to  
20 the licensed organization an invoice listing the manufacturer and  
21 serial number of each game.

22       (7) ~~The~~**A SUPPLIER SHALL COLLECT A** fee ~~collected by a~~  
23 ~~supplier from the~~**A** qualified organization for each game of  
24 numeral tickets sold ~~shall be~~**THAT EQUALS** \$5.00 per 1,000 tickets  
25 or any portion of 1,000 tickets.

26       (8) ~~The~~**A SUPPLIER SHALL REMIT THE** fees collected ~~by the~~  
27 ~~supplier for each numeral game sold shall be remitted to the~~

~~bureau~~ **UNDER SUBSECTION (7) TO THE BUREAU** by the fifteenth day of the month following the month in which the numeral game is sold. ~~A~~ **THE COMMISSIONER MAY ASSESS A** late fee of 25% of the amount due ~~may be assessed by the commissioner against any~~ **A** supplier who fails to remit the fees by the required filing date.

(9) A supplier shall only display, offer for sale, sell, or otherwise make available to a qualified organization numeral game tickets that have been obtained from a manufacturer.

(10) A person who is directly or indirectly connected to the sale, rental, or distribution of bingo ~~or millionaire party~~ equipment, or the sale of charity game tickets or numeral game tickets, or a person residing in the same household as the supplier shall not be involved directly or indirectly with the rental or leasing of a facility used for an event.

(11) A supplier shall submit to the bureau a report as required by the commissioner regarding the sale or rental of equipment and the sale of charity game tickets and numeral game tickets.

Sec. 11c. (1) ~~Each~~ **AN** applicant for a license or renewal of a license to act as a manufacturer shall submit to the bureau a written application on a form prescribed by the commissioner.

(2) The annual **MANUFACTURER'S** license fee ~~shall be~~ **IS** \$300.00.

(3) ~~The~~ **A MANUFACTURER'S** license expires at 12 midnight on June 30 of each year.

(4) Only numeral games and numeral game tickets approved by the commissioner may be distributed to suppliers within this



1 state.

2 (5) All records supporting the sale of numeral game tickets  
3 to suppliers shall be available upon request to an authorized  
4 representative of the bureau for inspection or audit and shall be  
5 kept by the manufacturer for not less than the calendar year in  
6 which the sale is made plus 3 additional years.

7 (6) ~~Each~~**A** manufacturer shall submit to the bureau a report  
8 as required by the commissioner regarding the sale of numeral  
9 **GAME** tickets to suppliers.

10 Sec. 12. (1) The bureau shall enforce and supervise the  
11 administration of this ~~act~~**ARTICLE**. The commissioner shall  
12 employ personnel as necessary to implement this ~~act~~**ARTICLE**.

13 (2) The bureau may select fraternal organizations that are  
14 not a branch, lodge, or chapter of a national or state  
15 organization to audit to ensure that the organizations are in  
16 compliance with this ~~act~~**ARTICLE**.

17 Sec. 13. The commissioner shall promulgate rules pursuant to  
18 the administrative procedures act of 1969, 1969 PA 306, MCL  
19 24.201 to 24.328, to implement this ~~act~~**ARTICLE**.

20 Sec. 14. (1) ~~Each~~**A** licensee **UNDER THIS ARTICLE** shall keep a  
21 record of each event as required by the commissioner. ~~The~~**A**  
22 **LICENSEE SHALL ALLOW A REPRESENTATIVE AUTHORIZED BY THE BUREAU TO**  
23 **INSPECT A** record **KEPT UNDER THIS SUBSECTION** and all financial  
24 accounts into which proceeds from events ~~licensed under this act~~  
25 are deposited or transferred ~~shall be open to inspection by a~~  
26 ~~duly authorized representative of the bureau during reasonable~~  
27 business hours.

1           (2) ~~Each~~ **A** licensee **UNDER THIS ARTICLE** shall file with the  
 2 commissioner a financial statement signed by the principal  
 3 officer of the qualified organization of receipts and expenses  
 4 related to the conduct of each event as ~~may be required~~ by rule  
 5 promulgated under this ~~act~~. **ARTICLE**. If the revenue from a bingo  
 6 game, ~~millionaire party~~, **EVENT**, raffle, numeral game, or charity  
 7 game is represented to be used or applied by a licensee **UNDER**  
 8 **THIS ARTICLE** for a charitable purpose, the licensee shall file a  
 9 copy of the financial statement with the attorney general under  
 10 the supervision of trustees for charitable purposes act, 1961 PA  
 11 101, MCL 14.251 to 14.266.

12           (3) ~~The~~ **A LICENSEE UNDER THIS ARTICLE SHALL ALLOW AN**  
 13 **AUTHORIZED REPRESENTATIVE OF THE BUREAU OR THE DEPARTMENT OF**  
 14 **STATE POLICE OR A LAW ENFORCEMENT OFFICER OF A POLITICAL**  
 15 **SUBDIVISION OF THIS STATE TO INSPECT A** location ~~at which events~~  
 16 ~~licensed under this act are conducted or at which an applicant or~~  
 17 **A BUILDING, ENCLOSURE, OR PORTION OF REAL PROPERTY THAT THE**  
 18 licensee intends to ~~conduct an event licensed under this act~~  
 19 ~~shall be open to inspection~~ **USE AS A LOCATION** at all times by a  
 20 ~~duly authorized representative of the bureau or by the state~~  
 21 ~~police or a peace officer of a political subdivision of this~~  
 22 ~~state~~. **ANY TIME.**

23           Sec. 15. ~~Annually the~~ **THE** commissioner shall report **ANNUALLY**  
 24 to the governor and the legislature about the operation of events  
 25 licensed under this ~~act within this state~~, **ARTICLE**, abuses that  
 26 the bureau may have encountered, and recommendations for changes  
 27 in this act.

1       Sec. 16. (1) The commissioner may deny, suspend, summarily  
2 suspend, or revoke ~~any~~**A** license issued under this ~~act~~**ARTICLE** if  
3 the licensee or an officer, director, agent, member, or employee  
4 of the licensee violates this ~~act~~**ARTICLE** or **A** rule promulgated  
5 under this ~~act~~**ARTICLE**. The commissioner may summarily suspend a  
6 license for a period of not more than 60 days pending  
7 prosecution, investigation, or public hearing.

8       (2) A proceeding to suspend or revoke a license ~~shall be~~  
9 ~~considered~~**UNDER THIS ARTICLE IS** a contested case ~~and shall be~~  
10 governed by the administrative procedures act of 1969, 1969 PA  
11 306, MCL 24.201 to 24.328.

12       (3) Upon petition of the commissioner, the circuit court  
13 after a hearing may issue subpoenas to compel the attendance of  
14 witnesses and the production of documents, papers, books,  
15 records, and other evidence before it in a matter over which it  
16 has jurisdiction, control, or supervision. If a person subpoenaed  
17 to attend in any such proceeding or hearing fails to obey the  
18 command of the subpoena without reasonable cause, or if a person  
19 in attendance in any such proceeding or hearing refuses, without  
20 lawful cause, to be examined or to answer a legal or pertinent  
21 question or to exhibit a book, account, record, or other document  
22 when ordered to do so by the court, that person may be punished  
23 as ~~a~~**BEING IN** contempt of the court.

24       (4) With approval of the commissioner, a **BINGO** hall  
25 licensee, in lieu of a suspension of its license, may elect to  
26 pay a fine equal to the amount of rent that would have been paid  
27 by ~~the~~ bingo licensees during the period of the suspension. This

1 fine shall be paid to the bureau on or before the date agreed to  
2 in the suspension agreement entered into by the bureau and the  
3 **BINGO** hall licensee.

4       Sec. 18. (1) A licensee whose license is revoked ~~in~~  
5 ~~consequence of~~ **FOR** a violation of this ~~act~~ **ARTICLE** or a rule  
6 promulgated under this ~~act~~ **ARTICLE** is ineligible to apply for a  
7 license for ~~a period of~~ 2 years.

8       (2) A person convicted of an offense under section 17 or any  
9 other gambling offense is ineligible to serve as an officer of a  
10 licensee or to participate in conducting **A** bingo ~~, a millionaire~~  
11 ~~party, EVENT~~, raffle, numeral game, or charity game for ~~a period~~  
12 ~~of~~ 1 year after the conviction becomes final. If the person is  
13 licensed under this ~~act~~, **ARTICLE**, the person shall forfeit the  
14 license and is ineligible to apply for the issuance or reissuance  
15 of the license for ~~a period of~~ 1 year after the conviction  
16 becomes final.

17       Sec. 19. (1) Except as provided in subsection (2), any other  
18 law providing a penalty or disability upon a person who conducts  
19 or participates in a **RAFFLE**, bingo game, millionaire party, or  
20 charity game; who sells or possesses equipment used in conducting  
21 **A RAFFLE**, bingo, or a millionaire party; who permits **A RAFFLE**,  
22 bingo, a millionaire party, or a charity game to be conducted on  
23 his or her premises; or who does other acts in connection with **A**  
24 **RAFFLE**, bingo, a millionaire party, or a charity game does not  
25 apply to that conduct if done pursuant to this act or rules  
26 promulgated under this act.

27       (2) Subsection (1) does not limit in any way the application

1 of the Michigan campaign finance act, ~~Act No. 388 of the Public~~  
 2 ~~Acts of 1976, being sections 1976 PA 388, MCL 169.201 to 169.282~~  
 3 ~~of the Michigan Compiled Laws, including, but not limited to,~~  
 4 section 41 of ~~Act No. 388 of the Public Acts of 1976, being~~  
 5 ~~section~~ **THE MICHIGAN CAMPAIGN FINANCE ACT, 1976 PA 388, MCL**  
 6 **169.241, of the Michigan Compiled Laws, to fundraising events**  
 7 **conducted by or for the benefit of a committee that has filed or**  
 8 **is required to file a statement of organization pursuant to Act**  
 9 ~~No. 388 of the Public Acts of 1976.~~ **UNDER THE MICHIGAN CAMPAIGN**  
 10 **FINANCE ACT, 1976 PA 388, MCL 169.201 TO 169.282.**

## 11 ARTICLE 2

12 SEC. 32. (1) AS USED IN THIS ARTICLE:

13 (A) "BONA FIDE MEMBER" MEANS A MEMBER WHO PARTICIPATES IN  
 14 THE ORGANIZATION TO FURTHER ITS LAWFUL PURPOSES.

15 (B) "CHARITABLE GAMING SERVICE PROVIDER" MEANS A PERSON  
 16 LICENSED AS A CHARITABLE GAMING SERVICE PROVIDER UNDER SECTION 47  
 17 TO RENT OR SELL EQUIPMENT OR PROVIDE OPERATION SERVICES TO  
 18 MILLIONAIRE PARTY LICENSEES.

19 (C) "LESSOR" MEANS A PERSON WHO RENTS A LOCATION TO A  
 20 MILLIONAIRE PARTY LICENSEE FOR THE PURPOSE OF CONDUCTING AN  
 21 EVENT.

22 (D) "MANAGEMENT" MEANS HANDLING OF CASH, CHIPS, AND HOUSE  
 23 RAKES AT AN EVENT AND PREPARATION OF GAME RECORDS AND FINANCIAL  
 24 STATEMENTS FOR THE EVENT.

25 (E) "MILLIONAIRE PARTY EQUIPMENT" MEANS ANY AUTHORIZED ITEM  
 26 THAT IS USED TO CONDUCT AN AUTHORIZED GAME AT AN EVENT.

27 (F) "OPERATION SERVICES" MEANS PROVIDING A LOCATION,

1 STAFFING, AND SERVICES COMMONLY ASSOCIATED WITH GAMES OF CHANCE  
2 FOR AN EVENT.

3 (G) "TERMS OF PROBATION" MEANS CONDITIONS ESTABLISHED AT THE  
4 DISCRETION OF THE BUREAU OR DIRECTOR, AS APPLICABLE, THAT THE  
5 LICENSEE MUST COMPLY WITH WHILE THE LICENSEE IS ON PROBATION  
6 UNDER THIS ARTICLE.

7 (H) "WORKER" MEANS A PERSON WHO ASSISTS OR PARTICIPATES IN  
8 THE MANAGEMENT, CONDUCT, OR OPERATION OF AN EVENT. WORKER DOES  
9 NOT INCLUDE AN EMPLOYEE OR AGENT OF A LESSOR OR CHARITABLE GAMING  
10 SERVICE PROVIDER.

11 (2) THE DEFINITIONS IN SECTIONS 2, 3, AND 3A APPLY TO THIS  
12 ARTICLE, UNLESS A TERM DEFINED IN 1 OF THOSE SECTIONS IS DEFINED  
13 DIFFERENTLY IN THIS ARTICLE.

14 SEC. 33. (1) AN APPLICANT FOR A LICENSE TO CONDUCT A  
15 MILLIONAIRE PARTY SHALL SUBMIT TO THE DIRECTOR A WRITTEN  
16 APPLICATION ON A FORM PRESCRIBED BY THE DIRECTOR.

17 (2) THE APPLICATION UNDER SUBSECTION (1) MUST INCLUDE ALL OF  
18 THE FOLLOWING:

19 (A) THE NAME AND ADDRESS OF THE APPLICANT, IDENTIFYING THE  
20 PRINCIPAL OFFICER.

21 (B) THE NAME AND ADDRESS OF EACH OFFICER OF THE APPLICANT,  
22 IDENTIFYING THE PRINCIPAL OFFICER.

23 (C) THE NAMES OF THE INDIVIDUALS WHO WILL SERVE AS THE  
24 CHAIRPERSONS OF THE EVENT UNDER SECTION 40.

25 (D) THE NAMES OF THE INDIVIDUALS WHO WILL SERVE AS THE  
26 RECORD KEEPERS OF THE EVENT UNDER SECTION 41.

27 (E) THE LOCATION AT WHICH THE APPLICANT WILL CONDUCT THE

1 EVENT.

2 (F) IF A CHARITABLE GAMING SERVICE PROVIDER WILL BE USED,  
3 THE NAME OF THE CHARITABLE GAMING SERVICE PROVIDER.

4 (G) THE DAY OR DATES OF THE EVENT.

5 (H) A SWORN STATEMENT ATTESTING TO THE NONPROFIT STATUS OF  
6 THE APPLICANT, SIGNED BY THE PRINCIPAL OFFICER OF THE APPLICANT.

7 (I) WHETHER ANY OFFICER OR AGENT OF THE APPLICANT, BEFORE OR  
8 DURING THE APPLICATION PROCESS, HAS BEEN CONVICTED OF, FORFEITED  
9 BOND ON A CHARGE OF, OR PLED GUILTY TO ANY OF THE FOLLOWING:

10 (i) A FELONY.

11 (ii) A GAMBLING OFFENSE.

12 (iii) CRIMINAL FRAUD.

13 (iv) FORGERY.

14 (v) LARCENY.

15 (vi) FILING A FALSE REPORT WITH A GOVERNMENTAL AGENCY.

16 (J) OTHER INFORMATION THE DIRECTOR CONSIDERS NECESSARY.

17 (3) IF AN APPLICANT UNDER SUBSECTION (1) IS A SERVICE  
18 ORGANIZATION, THE APPLICANT SHALL PROVIDE PROOF THAT ITS BYLAWS,  
19 CONSTITUTION, OR ARTICLES OF INCORPORATION OR THE BYLAWS OR  
20 CONSTITUTION OF ITS PARENT ORGANIZATION INCLUDES A STATEMENT OF  
21 DISSOLUTION STATING THAT ON DISSOLUTION OF THE ORGANIZATION ALL  
22 ASSETS THAT REMAIN, AFTER SATISFYING THE ORGANIZATION'S DEBTS,  
23 ARE TO BE DISTRIBUTED TO THE LOCAL GOVERNMENT IN WHICH THE  
24 PRINCIPAL PLACE OF BUSINESS OF THE ORGANIZATION IS LOCATED OR TO  
25 ANOTHER NONPROFIT ORGANIZATION.

26 (4) AN APPLICANT UNDER THIS SECTION SHALL SUBMIT A COPY OF  
27 ALL OF THE FOLLOWING DOCUMENTS, OR IF THE APPLICANT HAS BEEN

1 PREVIOUSLY LICENSED TO CONDUCT A MILLIONAIRE PARTY, ANY OF THE  
2 FOLLOWING DOCUMENTS THAT HAVE BEEN AMENDED SINCE THE APPLICANT  
3 WAS LAST LICENSED, WITH THE APPLICATION:

4 (A) THE APPLICANT'S CONSTITUTION.

5 (B) THE APPLICANT'S BYLAWS.

6 (C) THE APPLICANT'S ARTICLES OF INCORPORATION.

7 (D) ANY OTHER QUALIFICATION DOCUMENT PREVIOUSLY SUBMITTED.

8 (E) THE FEDERAL TAX-EXEMPT STATUS OF THE APPLICANT.

9 (5) THE DIRECTOR, IN HIS OR HER DISCRETION, MAY REQUIRE AN  
10 APPLICANT THAT WAS PREVIOUSLY LICENSED TO CONDUCT A MILLIONAIRE  
11 PARTY TO SUBMIT UPDATED INFORMATION TO ASSURE THAT THE APPLICANT  
12 CONTINUES TO BE A QUALIFIED ORGANIZATION.

13 SEC. 34. (1) IF THE DIRECTOR DETERMINES THAT AN APPLICANT  
14 FOR A MILLIONAIRE PARTY LICENSE IS A QUALIFIED ORGANIZATION, HAS  
15 PAID TO THE DIRECTOR A FEE OF \$50.00 PER DAY THAT THE APPLICANT  
16 PROPOSES TO CONDUCT THE MILLIONAIRE PARTY, AND THAT THERE IS NO  
17 REASON TO DENY THE ISSUANCE OF THE LICENSE UNDER SUBSECTION (3),  
18 THE DIRECTOR SHALL ISSUE A MILLIONAIRE PARTY LICENSE TO THE  
19 APPLICANT.

20 (2) THE DIRECTOR SHALL NOT ISSUE A MILLIONAIRE PARTY LICENSE  
21 UNLESS THE PRINCIPAL OFFICER OF THE QUALIFIED ORGANIZATION IS 18  
22 YEARS OF AGE OR OLDER.

23 (3) THE DIRECTOR SHALL CONSIDER WHETHER AN APPLICATION UNDER  
24 SECTION 33 SHOULD BE DENIED BECAUSE OF ANY OF THE FOLLOWING  
25 FACTORS:

26 (A) THE FALSITY OR INACCURACY OF ANY INFORMATION SUPPLIED BY  
27 THE APPLICANT.



1 (B) ANY INDEBTEDNESS OF THE APPLICANT TO A LOCAL, STATE, OR  
2 FEDERAL GOVERNMENTAL AGENCY.

3 (C) ANY PENDING LAWSUIT OR BANKRUPTCY PROCEEDING INVOLVING  
4 THE APPLICANT.

5 (D) THE APPLICANT'S CURRENT OR PAST HISTORY OF NONCOMPLIANCE  
6 WITH THIS ACT AND THE RULES PROMULGATED UNDER THIS ARTICLE.

7 (E) ANY CRIMINAL CONVICTION OF AN OFFICER OR AGENT OF THE  
8 APPLICANT FOR ANY OF THE FOLLOWING OFFENSES:

9 (i) A VIOLATION OF THIS ACT.

10 (ii) A FELONY.

11 (iii) A GAMBLING OFFENSE.

12 (iv) CRIMINAL FRAUD.

13 (v) FORGERY.

14 (vi) LARCENY.

15 (vii) FILING A FALSE REPORT WITH A GOVERNMENTAL AGENCY.

16 (F) ANY OTHER FACTORS CONSIDERED RELEVANT BY THE DIRECTOR.

17 (4) FOR THE PURPOSES OF DETERMINING WHETHER AN APPLICANT IS  
18 A QUALIFIED ORGANIZATION, THE DIRECTOR SHALL CONSIDER ALL OF THE  
19 FOLLOWING WHEN DETERMINING WHETHER A SERVICE, FRATERNAL, OR  
20 VETERAN'S ORGANIZATION QUALIFIES AS A BRANCH, LODGE, OR CHAPTER:

21 (A) A CHARTER OR SIMILAR DOCUMENT ISSUED BY THE NATIONAL OR  
22 STATE ORGANIZATION ON ACCEPTANCE OF THE APPLICANT AS A BRANCH,  
23 LODGE, OR CHAPTER.

24 (B) CONDITIONS ESTABLISHED BY THE NATIONAL OR STATE  
25 ORGANIZATION FOR THE REVOCATION OR SUSPENSION OF THE CHARTER OR  
26 RELATIONSHIP WITH THE APPLICANT.

27 (C) DUES OR FINANCIAL SUPPORT SUBMITTED TO THE NATIONAL OR

1 STATE ORGANIZATION BY THE APPLICANT.

2 (D) THE DEGREE OF CONTROL EXERTED BY THE NATIONAL OR STATE  
3 ORGANIZATION OVER THE ACTIVITIES OF THE APPLICANT.

4 (E) OVERSIGHT AND CONTROL, INCLUDING THE AUDITING OF  
5 FINANCIAL RECORDS, PROVIDED BY THE NATIONAL OR STATE ORGANIZATION  
6 OVER THE FINANCIAL AFFAIRS OF THE APPLICANT.

7 (F) WHETHER STANDARD BYLAWS WERE ADOPTED BY THE APPLICANT OR  
8 WHETHER BYLAWS WERE SUBMITTED TO THE NATIONAL OR STATE  
9 ORGANIZATION FOR APPROVAL.

10 (G) APPOINTED OR ELECTED OFFICERS OF THE APPLICANT WHO ARE  
11 RESPONSIBLE FOR THE ACTIVITIES OF THE APPLICANT.

12 (H) THE ABILITY OF THE APPLICANT, BY EXERCISING VOTING  
13 PRIVILEGES OR OTHERWISE, TO INFLUENCE ACTIVITIES OF THE STATE OR  
14 NATIONAL ORGANIZATION.

15 (5) UNDER EXTREME HARDSHIP CONDITIONS AS DETERMINED BY THE  
16 DIRECTOR, THE DIRECTOR MAY WAIVE 1 OR MORE OF THE REQUIREMENTS  
17 UNDER SECTION 3A(D) FOR A PERSON TO BE A QUALIFIED ORGANIZATION  
18 AND ISSUE A MILLIONAIRE PARTY LICENSE TO THE PERSON IF ALL OF THE  
19 FOLLOWING CONDITIONS ARE MET:

20 (A) THE PERSON IS A NONPROFIT ORGANIZATION.

21 (B) THE ENTIRE PROCEEDS OF THE EVENT, LESS THE ACTUAL  
22 REASONABLE EXPENSE OF CONDUCTING THE EVENT, ARE DONATED OR USED  
23 FOR A CHARITABLE PURPOSE, ORGANIZATION, OR CAUSE.

24 (C) NONE OF THE INDIVIDUALS CONNECTED WITH THE MANAGEMENT OF  
25 THE EVENT IS COMPENSATED IN ANY MANNER FOR HIS OR HER  
26 PARTICIPATION.

27 (D) THE PERSON HAS COMPLIED AND WILL COMPLY WITH ALL OTHER

1 PROVISIONS OF THIS ACT AND RULES PROMULGATED UNDER THIS ARTICLE.

2 (6) UNDER EXTREME HARDSHIP CONDITIONS AS DETERMINED BY THE  
3 DIRECTOR, THE DIRECTOR MAY ALLOW AN INDIVIDUAL OR A GROUP OF  
4 INDIVIDUALS TO OBTAIN A LICENSE TO CONDUCT A MILLIONAIRE PARTY IF  
5 ALL OF THE FOLLOWING CONDITIONS ARE MET:

6 (A) THE ENTIRE PROCEEDS OF THE EVENT, LESS THE ACTUAL  
7 REASONABLE EXPENSE OF CONDUCTING THE EVENT, ARE DONATED OR USED  
8 FOR A CHARITABLE PURPOSE, ORGANIZATION, OR CAUSE.

9 (B) NONE OF THE INDIVIDUALS CONNECTED WITH THE MANAGEMENT OF  
10 THE EVENT IS COMPENSATED IN ANY MANNER FOR HIS OR HER  
11 PARTICIPATION.

12 (C) THE INDIVIDUAL OR GROUP OF INDIVIDUALS HAS COMPLIED AND  
13 WILL COMPLY WITH ALL OTHER PROVISIONS OF THIS ACT AND THE RULES  
14 PROMULGATED UNDER THIS ARTICLE.

15 (7) THE DIRECTOR SHALL ESTABLISH CRITERIA UNDER WHICH A  
16 QUALIFIED ORGANIZATION MAY RECEIVE AN EXPEDITED MILLIONAIRE PARTY  
17 LICENSE AND ESTABLISH A FEE STRUCTURE FOR EXPEDITED LICENSES. A  
18 FEE FOR AN EXPEDITED MILLIONAIRE PARTY LICENSE SHALL NOT EXCEED  
19 150% OF THE STANDARD LICENSE FEE.

20 (8) IF A MILLIONAIRE PARTY LICENSE APPLICATION IS CANCELED  
21 OR DENIED, THE DIRECTOR MAY RETAIN A PORTION OF THE FEE SUBMITTED  
22 TO COVER PROCESSING COSTS.

23 (9) THE DIRECTOR SHALL NOT DENY A LICENSE TO AN APPLICANT  
24 FOR A MILLIONAIRE PARTY LICENSE ON THE BASIS THAT THE LOCATION  
25 WHERE THE EVENT WILL BE HELD IS A RACETRACK. THE DIRECTOR SHALL  
26 NOT DENY A LICENSE TO AN APPLICANT FOR A MILLIONAIRE PARTY  
27 LICENSE IN ORDER TO LIMIT THE NUMBER OF DAYS IN A WEEK THAT

1 EVENTS MAY BE CONDUCTED AT A RACETRACK OR LIMIT THE NUMBER OF  
2 EVENTS THAT MAY BE CONDUCTED AT A RACETRACK ON 1 DAY TO LESS THAN  
3 7.

4 SEC. 35. (1) A QUALIFIED ORGANIZATION MAY BE ISSUED UP TO 4  
5 MILLIONAIRE PARTY LICENSES IN 1 CALENDAR YEAR. EACH LICENSE IS  
6 VALID FOR ONLY 1 LOCATION AS STATED ON THE LICENSE.

7 (2) A MILLIONAIRE PARTY LICENSE MAY BE ISSUED FOR UP TO 4  
8 DAYS.

9 (3) THE DIRECTOR SHALL NOT ISSUE MORE THAN 1 MILLIONAIRE  
10 PARTY LICENSE TO A QUALIFIED ORGANIZATION FOR ANY 1 DAY.

11 (4) THE DIRECTOR SHALL NOT ISSUE MORE THAN 6 MILLIONAIRE  
12 PARTY LICENSES THAT WOULD ALLOW EVENTS TO BE CONDUCTED AT THE  
13 SAME TIME AT THE SAME LOCATION. THIS SUBSECTION DOES NOT LIMIT  
14 THE NUMBER OF LICENSES THAT MAY BE ISSUED FOR THE SAME LOCATION  
15 ON THE SAME DATE IF NOT MORE THAN 6 EVENTS ARE BEING CONDUCTED AT  
16 ANY 1 TIME.

17 (5) THE DIRECTOR MAY ALLOW A CHANGE IN THE LOCATION, DAY AND  
18 DATE, OR TIME OF AN EVENT UNDER AN ISSUED MILLIONAIRE PARTY  
19 LICENSE OR MAY ISSUE A DUPLICATE LICENSE. TO CHANGE THE LOCATION,  
20 DAY AND DATE, OR TIME OF AN EVENT OR OBTAIN A DUPLICATE LICENSE,  
21 THE LICENSEE MUST SUBMIT A REQUEST TO THE DIRECTOR IN WRITING  
22 WITH A NONREFUNDABLE \$35.00 FEE AT LEAST 20 DAYS BEFORE THE EVENT  
23 OR, IF THE REQUEST IS TO CHANGE THE DAY AND DATE OF THE EVENT, 20  
24 DAYS BEFORE THE PROPOSED NEW DATE.

25 (6) A MILLIONAIRE PARTY LICENSEE SHALL NOTIFY THE DIRECTOR  
26 IN WRITING AT LEAST 10 DAYS BEFORE A PLANNED CANCELLATION OF AN  
27 EVENT.

1        SEC. 36. (1) A MILLIONAIRE PARTY LICENSEE SHALL COMPLY WITH  
2 THIS ACT AND THE RULES PROMULGATED UNDER THIS ARTICLE.

3        (2) A MILLIONAIRE PARTY LICENSEE SHALL COMPLY WITH THE TERMS  
4 AND REQUIREMENTS OF THE LICENSE.

5        (3) A MILLIONAIRE PARTY LICENSE IS NOT ASSIGNABLE OR  
6 TRANSFERRABLE, AND A LICENSEE SHALL NOT ASSIGN OR TRANSFER A  
7 MILLIONAIRE PARTY LICENSE.

8        SEC. 37. (1) A MILLIONAIRE PARTY LICENSEE MAY ADVERTISE THE  
9 EVENT. THE ADVERTISING MUST INCLUDE THE NAME OF THE LICENSEE AND  
10 THE LICENSE NUMBER.

11        (2) A LESSOR OR CHARITABLE GAMING SERVICE PROVIDER MAY  
12 ADVERTISE MILLIONAIRE PARTIES WITHOUT SPECIFIC LICENSE  
13 INFORMATION IF ALL OF THE FOLLOWING REQUIREMENTS ARE MET:

14        (A) LICENSED MILLIONAIRE PARTIES ARE CONDUCTED AT THE  
15 LOCATION OR BY THE CHARITABLE GAMING SERVICE PROVIDER ON AN  
16 ONGOING BASIS.

17        (B) THE ADVERTISEMENT STATES THAT THE PROCEEDS FROM THE  
18 MILLIONAIRE PARTIES BENEFIT NONPROFIT ORGANIZATIONS. THE  
19 STATEMENT REQUIRED BY THIS SUBDIVISION SHALL BE DISPLAYED AS  
20 FOLLOWS:

21        (i) IF THE ADVERTISING IS OVER THE INTERNET, PRINTED MATTER,  
22 OR A SIGN OR BILLBOARD, IN A FONT THAT IS THE SAME SIZE OR LARGER  
23 THAN THAT OF THE BODY OF THE ADVERTISEMENT.

24        (ii) IF THE ADVERTISING IS TELEVISED, IN A MANNER THAT IS  
25 EASILY READABLE BY THE VIEWER CONTINUOUSLY DURING THE  
26 ADVERTISEMENT.

27        (3) ADVERTISING UNDER THIS SECTION DOES NOT INCLUDE ANY OF

1 THE FOLLOWING:

2 (A) A MESSAGE OR GREETING ON AN ANSWERING MACHINE OR  
3 VOICEMAIL INTENDED TO BE HEARD BY AN INDIVIDUAL WHO TELEPHONES A  
4 LICENSEE, LESSOR, OR CHARITABLE GAMING SERVICE PROVIDER.

5 (B) VIDEO, AUDIO, OR OTHER MEANS OF COMMUNICATION THAT IS  
6 BROADCAST SOLELY INSIDE A LOCATION WHERE AN EVENT IS BEING  
7 CONDUCTED.

8 (C) PRINTED MATTER INSIDE A LOCATION WHERE AN EVENT IS BEING  
9 CONDUCTED THAT IS INTENDED TO BE VISIBLE ONLY INSIDE THE  
10 LOCATION.

11 (D) AN INTERNET WEBPAGE THAT DOES NOT MENTION THE DAY, DATE,  
12 OR TIME OF, SPECIFY GAMES PLAYED AT, OR GIVE PROGRAM INFORMATION  
13 FOR AN EVENT.

14 (E) A SIGN LOCATED AT A LOCATION THAT DOES NOT MENTION THE  
15 DAY, DATE, OR TIME OF, SPECIFY GAMES PLAYED AT, OR GIVE PROGRAM  
16 INFORMATION FOR AN EVENT.

17 SEC. 38. AN EVENT SHALL BE HELD AT A LOCATION THAT MEETS 1  
18 OR MORE OF THE FOLLOWING REQUIREMENTS:

19 (A) THE LOCATION IS OWNED OR RENTED ON A CONTINUAL BASIS AND  
20 OPERATED BY A QUALIFIED ORGANIZATION FOR THE REGULAR USE OF ITS  
21 MEMBERS AND THE EQUIPMENT USED FOR GAMING AT THE LOCATION IS  
22 OWNED BY THE LICENSEE.

23 (B) THE LOCATION IS RENTED OR CONTROLLED BY A QUALIFIED  
24 ORGANIZATION FOR THE EVENT AND THE EQUIPMENT USED FOR GAMING AT  
25 THE LOCATION IS OWNED BY THE LICENSEE.

26 (C) THE LOCATION IS OWNED OR RENTED ON A CONTINUAL BASIS AND  
27 OPERATED BY A QUALIFIED ORGANIZATION FOR THE REGULAR USE OF ITS

1 MEMBERS AND THE EQUIPMENT USED FOR GAMING AT THE LOCATION IS  
2 RENTED FROM A CHARITABLE GAMING SERVICE PROVIDER.

3 (D) THE LOCATION IS RENTED OR CONTROLLED BY A QUALIFIED  
4 ORGANIZATION FOR THE EVENT AND THE EQUIPMENT USED FOR GAMING AT  
5 THE LOCATION IS RENTED FROM A CHARITABLE GAMING SERVICE PROVIDER.

6 (E) THE LOCATION IS OWNED, RENTED, OR OPERATED BY A  
7 CHARITABLE GAMING SERVICE PROVIDER.

8 SEC. 39. THE PRINCIPAL OFFICER OF A MILLIONAIRE PARTY  
9 LICENSEE IS RESPONSIBLE FOR ALL OF THE FOLLOWING:

10 (A) ENSURING THAT THERE IS FULL ACCOUNTABILITY FOR ALL  
11 GAMING ASSETS, INCLUDING, BUT NOT LIMITED TO, CASH, PRIZES, CHIPS  
12 OR IMITATION MONEY, AND ALL MONEY DERIVED FROM THE EVENT.

13 (B) ENSURING THAT THE EVENT IS CONDUCTED IN ACCORDANCE WITH  
14 THIS ACT AND RULES PROMULGATED UNDER THIS ARTICLE.

15 (C) ENSURING THAT ALL RECORDS RELATED TO THE EVENT ARE  
16 CURRENT AND ACCURATE.

17 (D) REVIEWING ALL REPORTS AND CORRESPONDENCE FROM THE  
18 DIRECTOR.

19 (E) SIGNING AND ENSURING THAT FINANCIAL STATEMENTS FROM THE  
20 EVENT ARE SUBMITTED TO THE DIRECTOR AS REQUIRED UNDER THIS ACT.

21 (F) RESPONDING IN WRITING TO VIOLATION NOTICES UNDER THIS  
22 ACT.

23 (G) ENSURING THAT ALL WORKERS ARE QUALIFIED TO WORK THE  
24 EVENT.

25 SEC. 40. (1) THE OFFICERS OF A MILLIONAIRE PARTY LICENSEE  
26 SHALL DESIGNATE UP TO 5 INDIVIDUALS TO SERVE AS CHAIRPERSONS TO  
27 BE IN CHARGE OF AND RESPONSIBLE FOR ASSURING THAT THE MILLIONAIRE

1 PARTY IS CONDUCTED IN ACCORDANCE WITH THIS ACT AND RULES  
2 PROMULGATED UNDER THIS ARTICLE.

3 (2) A CHAIRPERSON IS A WORKER AND MUST HAVE BEEN A BONA FIDE  
4 MEMBER OF THE LICENSEE FOR AT LEAST 6 MONTHS BEFORE THE EVENT.

5 (3) A CHAIRPERSON MUST BE FAMILIAR WITH THIS ACT, RULES  
6 PROMULGATED UNDER THIS ARTICLE, AND ANY APPLICABLE TERMS OF  
7 PROBATION.

8 (4) AN INDIVIDUAL DESIGNATED AS CHAIRPERSON SHALL BE PRESENT  
9 ON THE PREMISES CONTINUOUSLY DURING THE EVENT.

10 (5) AN INDIVIDUAL DESIGNATED AS CHAIRPERSON SHALL WEAR A  
11 BADGE ON WHICH IS PRINTED THE WORD "CHAIRPERSON", THE NAME OF THE  
12 LICENSEE, AND THE NAME OF THE CHAIRPERSON.

13 (6) AN INDIVIDUAL DESIGNATED AS CHAIRPERSON SHALL BE IN  
14 CHARGE OF THE EVENT, SUPERVISE AND DIRECT ALL WORKERS, AND ASSURE  
15 THAT PROPER RECEIPTS ARE GIVEN FOR ALL MONEY RECEIVED DURING THE  
16 EVENT, THAT THE RECEIPT OF THE MONEY IS PROPERLY RECORDED, AND  
17 THAT THE MONEY IS PROPERLY DEPOSITED.

18 (7) AN INDIVIDUAL DESIGNATED AS A CHAIRPERSON SHALL ATTEMPT  
19 TO RESOLVE IN ACCORDANCE WITH THIS ACT, RULES PROMULGATED UNDER  
20 THIS ARTICLE, AND EVENT RULES ANY DISPUTES THAT MAY OCCUR DURING  
21 THE EVENT.

22 (8) THE PRINCIPAL OFFICER OF A LICENSEE SHALL IMMEDIATELY  
23 NOTIFY THE DIRECTOR IN A WRITING SIGNED BY THE PRINCIPAL OFFICER  
24 OF ANY CHANGE IN THE CHAIRPERSONS LISTED ON THE APPLICATION FOR  
25 THE LICENSE.

26 SEC. 41. (1) THE OFFICERS OF A MILLIONAIRE PARTY LICENSEE  
27 SHALL DESIGNATE UP TO 5 INDIVIDUALS TO SERVE AS RECORD KEEPERS TO



1 BE RESPONSIBLE FOR THE HANDLING OF CASH, PRIZES, CHIPS, AND  
2 IMITATION MONEY AT THE EVENT.

3 (2) AN INDIVIDUAL DESIGNATED AS A RECORD KEEPER SHALL BE  
4 PRESENT ON THE PREMISES CONTINUOUSLY DURING THE EVENT. A RECORD  
5 KEEPER SHALL GIVE PROPER RECEIPTS FOR ALL MONEY RECEIVED DURING  
6 THE EVENT AND PROPERLY RECORD THE RECEIPT OF THE MONEY.

7 (3) A MILLIONAIRE PARTY LICENSEE SHALL NOT ALLOW AN  
8 INDIVIDUAL TO ACT AS A RECORD KEEPER AT AN EVENT UNLESS THE  
9 INDIVIDUAL QUALIFIES AS A WORKER AND IS A BONA FIDE MEMBER OF THE  
10 LICENSEE.

11 (4) A WORKER AT A MILLIONAIRE PARTY SHALL NOT PLAY GAMES IN  
12 WHICH HE OR SHE IS WORKING OR ASSISTING. A WORKER MAY PLAY WHEN  
13 NOT WORKING, AFTER PAYING ANY ADMISSION FEE AND ALL OTHER FEES IN  
14 THE SAME MANNER AS OTHER PLAYERS.

15 (5) A WORKER SHALL NOT ACCEPT A PRIZE OR PURCHASE, PLAY, OR  
16 ACCEPT A CHARITY GAME TICKET OR NUMERAL GAME TICKET AT AN EVENT  
17 AT WHICH HE OR SHE IS WORKING OR ASSISTING.

18 (6) A WORKER SHALL NOT SPLIT A PRIZE WITH A PLAYER OR ACCEPT  
19 ANY KIND OF TIP.

20 SEC. 42. (1) AT AN EVENT, THE MILLIONAIRE PARTY LICENSEE  
21 SHALL ENSURE THAT THE LICENSEE DOES NOT RECEIVE MORE THAN  
22 \$15,000.00 IN EXCHANGE FOR IMITATION MONEY OR CHIPS ON THE DAY OF  
23 THE EVENT.

24 (2) A MILLIONAIRE PARTY LICENSEE MAY CONDUCT THE FOLLOWING  
25 GAMES AT AN EVENT HELD UNDER THE LICENSE:

26 (A) WHEEL OF FORTUNE.

27 (B) ROULETTE.

1 (C) A DICE GAME IN WHICH THE PLAYERS COMPETE ONLY AGAINST  
2 THE LICENSEE.

3 (D) TWENTY-ONE OR BLACKJACK.

4 (E) POKER, IN ANY FORM.

5 (F) ANY OTHER GAME APPROVED BY THE DIRECTOR.

6 (3) A MILLIONAIRE PARTY LICENSEE SHALL NOT ALLOW AN  
7 INDIVIDUAL WHO IS NOT A BONA FIDE MEMBER OF THE MILLIONAIRE PARTY  
8 LICENSEE TO PARTICIPATE IN THE MANAGEMENT OF THE EVENT. AN  
9 INDIVIDUAL WHO IS NOT A BONA FIDE MEMBER OF THE MILLIONAIRE PARTY  
10 LICENSEE SHALL NOT PARTICIPATE IN THE MANAGEMENT OF AN EVENT.

11 (4) EXCEPT WHEN DEALING CARDS, AN INDIVIDUAL WHO IS NOT A  
12 BONA FIDE MEMBER OF THE MILLIONAIRE PARTY LICENSEE SHALL NOT  
13 PERFORM ANY OF THE FOLLOWING MILLIONAIRE PARTY MANAGEMENT DUTIES:

14 (A) COUNTING, DISTRIBUTING, HANDLING, SELLING, OR REDEEMING  
15 CHIPS.

16 (B) RECEIVING, HANDLING, OR COUNTING CASH.

17 (C) COLLECTING THE HOUSE RAKE.

18 (D) PAYING OUT CASH PRIZES.

19 (E) PAYING WORKERS.

20 (F) COMPLETING GAME RECORDS AND THE FINANCIAL STATEMENT.

21 (5) AN EMPLOYEE OR AGENT OF A LESSOR OR CHARITABLE GAMING  
22 SERVICE PROVIDER MAY ACCEPT CASH TIPS AT A MILLIONAIRE PARTY  
23 EVENT.

24 SEC. 43. (1) A MILLIONAIRE PARTY LICENSEE SHALL DEVOTE THE  
25 ENTIRE NET PROCEEDS OF A MILLIONAIRE PARTY EXCLUSIVELY TO THE  
26 LAWFUL PURPOSES OF THE LICENSEE. A LICENSEE SHALL NOT USE THE NET  
27 PROCEEDS FROM A MILLIONAIRE PARTY FOR THE BENEFIT OF AN

1 INDIVIDUAL OR A DIRECTOR, MEMBER, OR SHAREHOLDER OF THE LICENSEE  
2 EXCEPT TO DIRECTLY FURTHER THE LAWFUL PURPOSES OF THE LICENSEE. A  
3 MILLIONAIRE PARTY LICENSEE SHALL NOT INCUR OR PAY AN ITEM OF  
4 EXPENSE IN CONNECTION WITH HOLDING OR CONDUCTING AN EVENT EXCEPT  
5 THE FOLLOWING EXPENSES IN AMOUNTS THAT THE DIRECTOR DETERMINES TO  
6 BE REASONABLE:

7 (A) PURCHASE OF EQUIPMENT.

8 (B) REPAIR OF EQUIPMENT.

9 (C) CASH PRIZES OR THE PURCHASE OF PRIZES OF MERCHANDISE.

10 (D) RENTAL OF THE LOCATION AT WHICH THE EVENT IS CONDUCTED.

11 (E) JANITORIAL SERVICES.

12 (F) THE FEE REQUIRED FOR ISSUANCE OR REISSUANCE OF THE  
13 LICENSE TO CONDUCT THE EVENT.

14 (G) SECURITY.

15 (H) REASONABLE ADVERTISING.

16 (I) FEES PAID TO A CHARITABLE GAMING SERVICE PROVIDER FOR  
17 ANY OF THE FOLLOWING:

18 (i) RENTAL OF EQUIPMENT.

19 (ii) OPERATION SERVICES.

20 (iii) SECURITY.

21 (J) OTHER REASONABLE EXPENSES INCURRED BY THE LICENSEE, NOT  
22 INCONSISTENT WITH THIS ACT OR RULES PROMULGATED UNDER THIS  
23 ARTICLE.

24 (2) A MILLIONAIRE PARTY LICENSEE SHALL NOT PAY MORE THAN 50%  
25 OF THE GROSS PROFIT FROM AN EVENT FOR EXPENSES, NOT INCLUDING  
26 EXPENSES DESCRIBED IN SUBSECTION (1) (F). AS USED IN THIS  
27 SUBSECTION, "GROSS PROFIT" MEANS THE TOTAL AMOUNT PAID BY PATRONS

1 TO PARTICIPATE IN CHARITABLE GAMING AT THE EVENT LESS THE AMOUNT  
2 OR VALUE OF PRIZES PAID.

3 SEC. 44. (1) A MILLIONAIRE PARTY LICENSEE SHALL NOT WRITE A  
4 CHECK ON AN ACCOUNT INTO WHICH PROCEEDS FROM THE EVENT ARE  
5 DEPOSITED OR TRANSFERRED UNLESS THE CHECK SATISFIES ALL OF THE  
6 FOLLOWING REQUIREMENTS:

7 (A) THE NAME OF THE LICENSEE IS PREPRINTED ON THE CHECK.

8 (B) AN AUTHORIZED INDIVIDUAL OR INDIVIDUALS SIGN THE CHECK.

9 (C) THE CHECK IS NOT MADE PAYABLE TO CASH OR BEARER OR DRAWN  
10 IN BLANK.

11 (D) THE CHECK CONTAINS A BRIEF DESCRIPTION OF THE EXPENSE ON  
12 THE MEMO LINE.

13 (2) A MILLIONAIRE PARTY LICENSEE SHALL ENSURE THAT CANCELED  
14 CHECKS WRITTEN ON AN ACCOUNT INTO WHICH PROCEEDS FROM THE EVENT  
15 ARE DEPOSITED OR TRANSFERRED ARE RETURNED ON A MONTHLY BASIS TO  
16 THE ACCOUNT HOLDER. THIS SUBSECTION IS SATISFIED BY THE RETURN OF  
17 COPIES OF THE CHECKS, IF THE COPIES ARE LEGIBLE AND IF THE  
18 ORIGINALS CAN BE MADE AVAILABLE TO THE DIRECTOR ON REQUEST.

19 (3) A MILLIONAIRE PARTY LICENSEE SHALL DEPOSIT ALL MONEY  
20 DERIVED FROM THE CONDUCT OF THE EVENT INTO THE LICENSEE'S  
21 FINANCIAL ACCOUNT WITHIN 4 BUSINESS DAYS AFTER THE EVENT.

22 (4) A MILLIONAIRE PARTY LICENSEE SHALL NOT ALLOW A CHECK TO  
23 BE CASHED OUT OF THE MILLIONAIRE PARTY START CASH OR GROSS  
24 REVENUE.

25 (5) EXCEPT FOR CASH PRIZES AND WORKER COMPENSATION, A  
26 MILLIONAIRE PARTY LICENSEE SHALL NOT PAY ANY EXPENDITURE IN CASH  
27 FROM PROCEEDS OF THE EVENT. A MILLIONAIRE PARTY LICENSEE SHALL

1 PAY ALL OTHER EXPENSES RELATED TO THE EVENT BY CHECK AS REQUIRED  
2 BY THIS SECTION.

3 SEC. 45. (1) A MILLIONAIRE PARTY LICENSEE MAY ASSIGN A  
4 MEMBER TO PROVIDE SECURITY SERVICES AT AN EVENT HELD UNDER THE  
5 LICENSE AND PAY THE MEMBER FOR THE SERVICES.

6 (2) A MILLIONAIRE PARTY LICENSEE OR CHARITABLE GAMING  
7 SERVICE PROVIDER MAY CONTRACT FOR SECURITY SERVICES FROM A PERSON  
8 LICENSED UNDER THE PRIVATE SECURITY BUSINESS AND SECURITY ALARM  
9 ACT, 1968 PA 330, MCL 338.1051 TO 338.1092. A MILLIONAIRE PARTY  
10 LICENSEE OR CHARITABLE GAMING SERVICE PROVIDER SHALL PAY A PERSON  
11 WHO PROVIDES SECURITY UNDER THIS SUBSECTION AT CURRENT MARKET  
12 RATES. A PERSON WHO PROVIDES SECURITY UNDER THIS SUBSECTION SHALL  
13 NOT PARTICIPATE IN ANY OTHER WAY IN CONDUCTING THE MILLIONAIRE  
14 PARTY.

15 SEC. 46. (1) AN APPLICANT FOR A LICENSE TO OPERATE AS A  
16 CHARITABLE GAMING SERVICE PROVIDER TO QUALIFIED ORGANIZATIONS  
17 LICENSED UNDER THIS ARTICLE SHALL SUBMIT A WRITTEN APPLICATION TO  
18 THE DIRECTOR ON A FORM PRESCRIBED BY THE DIRECTOR.

19 (2) AN APPLICANT UNDER THIS SECTION SHALL DISCLOSE TO THE  
20 DIRECTOR WHETHER AN OWNER, PARTNER, SHAREHOLDER, OFFICER, OR  
21 AGENT OF THE APPLICANT, OR ANY INDIVIDUAL WHO RESIDES IN THE SAME  
22 HOUSEHOLD AS ANY OF THESE, HAS BEEN CONVICTED OF, HAS FORFEITED  
23 BOND ON A CHARGE OF, OR HAS PLEAD GUILTY TO ANY OF THE FOLLOWING  
24 OFFENSES:

25 (A) A FELONY.

26 (B) A GAMBLING OFFENSE.

27 (C) CRIMINAL FRAUD.

1 (D) FORGERY.

2 (E) LARCENY.

3 (F) FILING A FALSE REPORT WITH A GOVERNMENTAL AGENCY.

4 (3) AN APPLICANT UNDER THIS SECTION SHALL IMMEDIATELY REPORT  
5 TO THE DIRECTOR IN WRITING ANY CHANGES TO THE INFORMATION  
6 PROVIDED ON AN APPLICATION FILED UNDER THIS SECTION.

7 SEC. 47. (1) IF THE DIRECTOR DETERMINES THAT AN APPLICATION  
8 AND SUPPORTING INFORMATION SUBMITTED UNDER SECTION 46 COMPLY WITH  
9 THIS ACT AND RULES PROMULGATED UNDER THIS ARTICLE, THE APPLICANT  
10 HAS PAID AN ANNUAL LICENSE FEE OF \$300.00, AND THERE IS NO REASON  
11 TO DENY THE ISSUANCE OF THE LICENSE UNDER SUBSECTION (2), THE  
12 DIRECTOR SHALL ISSUE A CHARITABLE GAMING SERVICE PROVIDER LICENSE  
13 TO THE APPLICANT.

14 (2) THE DIRECTOR SHALL CONSIDER WHETHER AN APPLICATION UNDER  
15 SECTION 46 SHOULD BE DENIED BECAUSE OF ANY OF THE FOLLOWING  
16 FACTORS:

17 (A) THE FALSITY OR INACCURACY OF ANY INFORMATION SUPPLIED BY  
18 THE APPLICANT.

19 (B) ANY INDEBTEDNESS OF THE APPLICANT TO A LOCAL, STATE, OR  
20 FEDERAL GOVERNMENTAL AGENCY.

21 (C) ANY PENDING LAWSUIT OR BANKRUPTCY PROCEEDING INVOLVING  
22 THE APPLICANT OR ANY OWNER, PARTNER, SHAREHOLDER, OR OFFICER OF  
23 THE APPLICANT.

24 (D) THE CURRENT OR PAST HISTORY OF NONCOMPLIANCE OF THE  
25 APPLICANT OR ANY OWNER, PARTNER, SHAREHOLDER, MEMBER, DIRECTOR,  
26 OFFICER, OR AGENT OF THE APPLICANT, OR OF ANY INDIVIDUAL WHO  
27 RESIDES IN THE SAME HOUSEHOLD AS ANY OF THESE, WITH THIS ACT AND

1 RULES PROMULGATED UNDER THIS ARTICLE.

2 (E) CRIMINAL CONVICTIONS OF THE APPLICANT OR ANY OWNER,  
3 PARTNER, SHAREHOLDER, MEMBER, DIRECTOR, OFFICER, OR AGENT OF THE  
4 APPLICANT, OR OF ANY INDIVIDUAL WHO RESIDES IN THE SAME HOUSEHOLD  
5 AS ANY OF THESE, FOR ANY OF THE FOLLOWING OFFENSES:

6 (i) A VIOLATION OF THE ACT.

7 (ii) A FELONY.

8 (iii) A GAMBLING OFFENSE.

9 (iv) CRIMINAL FRAUD.

10 (v) FORGERY.

11 (vi) LARCENY.

12 (vii) FILING A FALSE REPORT WITH A GOVERNMENTAL AGENCY.

13 (F) ANY OTHER FACTORS CONSIDERED RELEVANT BY THE DIRECTOR.

14 SEC. 48. (1) A CHARITABLE GAMING SERVICE PROVIDER LICENSE  
15 EXPIRES AT MIDNIGHT ON SEPTEMBER 30, AND IS RENEWABLE ANNUALLY ON  
16 THE SUBMISSION OF A RENEWAL APPLICATION, PRESCRIBED BY THE  
17 DIRECTOR, UNLESS THE LICENSE IS SUMMARILY SUSPENDED, SUSPENDED,  
18 DENIED, OR REVOKED BY THE DIRECTOR.

19 (2) IF THE OWNERSHIP OR ANY PORTION OF OWNERSHIP OF THE  
20 CORPORATION, LIMITED LIABILITY COMPANY, PARTNERSHIP, OR SOLE  
21 PROPRIETORSHIP ACTING AS A CHARITABLE GAMING SERVICE PROVIDER  
22 CHANGES, NOT INCLUDING THE DEPARTURE OF AN OWNER OR A CHANGE IN  
23 PERCENTAGE OF OWNERSHIP, THE LICENSE ISSUED TO THE CORPORATION,  
24 PARTNERSHIP, OR SOLE PROPRIETORSHIP IS VOID AND THE CHARITABLE  
25 GAMING SERVICE PROVIDER SHALL RETURN THE LICENSE TO THE DIRECTOR  
26 WITHOUT DELAY.

27 (3) A CHARITABLE GAMING SERVICE PROVIDER LICENSE SHALL STATE

1 THAT THE CHARITABLE GAMING SERVICE PROVIDER IS LICENSED TO DO  
2 EITHER OF THE FOLLOWING:

3 (A) RENT OR SELL EQUIPMENT.

4 (B) PROVIDE OPERATION SERVICES.

5 SEC. 49. (1) A CHARITABLE GAMING SERVICE PROVIDER SHALL  
6 COMPLY WITH THIS ACT AND THE RULES PROMULGATED UNDER THIS  
7 ARTICLE.

8 (2) A CHARITABLE GAMING SERVICE PROVIDER SHALL COMPLY WITH  
9 THE TERMS AND REQUIREMENTS OF ITS LICENSE.

10 (3) A CHARITABLE GAMING SERVICE PROVIDER LICENSE IS NOT  
11 ASSIGNABLE OR TRANSFERRABLE, AND A LICENSEE SHALL NOT ASSIGN OR  
12 TRANSFER A CHARITABLE GAMING SERVICE PROVIDER LICENSE.

13 SEC. 50. (1) A CHARITABLE GAMING SERVICE PROVIDER SHALL ONLY  
14 CONDUCT GAMES THAT THE MILLIONAIRE PARTY LICENSEE IS AUTHORIZED  
15 TO CONDUCT AND THAT THE MILLIONAIRE PARTY LICENSEE HAS AGREED  
16 THAT THE CHARITABLE GAMING SERVICE PROVIDER MAY CONDUCT.

17 (2) A CHARITABLE GAMING SERVICE PROVIDER SHALL HOLD THE  
18 MILLIONAIRE PARTY LICENSEE HARMLESS FROM ANY LOSS FROM THE  
19 CONDUCT OF A GAME OVER THE COURSE OF AN EVENT.

20 (3) A CHARITABLE GAMING SERVICE PROVIDER SHALL NOT CHARGE A  
21 MILLIONAIRE PARTY AN AMOUNT THAT WOULD RESULT IN A VIOLATION OF  
22 SECTION 43(2).

23 (4) AN AUTHORIZED REPRESENTATIVE OF THE DIRECTOR MAY INSPECT  
24 THE LOCATION AT WHICH A CHARITABLE GAMING SERVICE PROVIDER DOES  
25 BUSINESS, INCLUDING SUPPLEMENTAL STORAGE LOCATIONS, OR INTENDS TO  
26 DO BUSINESS OR STORE EQUIPMENT DURING REASONABLE BUSINESS HOURS.

27 (5) A PERSON SHALL NOT REFUSE TO COOPERATE WITH, HINDER, OR



1 OBSTRUCT IN ANY WAY AN AUTHORIZED REPRESENTATIVE OF THE DIRECTOR  
2 WHILE THE REPRESENTATIVE IS PERFORMING OFFICIAL DUTIES.

3 (6) A CHARITABLE GAMING SERVICE PROVIDER SHALL NOT REQUIRE A  
4 MILLIONAIRE PARTY LICENSEE TO ENTER INTO AN EXCLUSIVE CONTRACT  
5 WITH THE CHARITABLE GAMING SERVICE PROVIDER.

6 (7) A CHARITABLE GAMING SERVICE PROVIDER OR AN OWNER,  
7 PARTNER, SHAREHOLDER, MEMBER, DIRECTOR, OFFICER, AGENT, OR  
8 EMPLOYEE OF A CHARITABLE GAMING SERVICE PROVIDER, OR AN  
9 INDIVIDUAL WHO RESIDES IN THE SAME HOUSEHOLD AS ANY OF THESE,  
10 SHALL NOT BE INVOLVED WITH THE MANAGEMENT OF AN EVENT. THIS  
11 SUBSECTION DOES NOT APPLY TO THE DELIVERY, REPAIR, AND SET UP OF  
12 EQUIPMENT, TRAINING BEFORE THE START OF THE EVENT, OR TECHNICAL  
13 ADVICE DURING THE EVENT.

14 (8) A PERSON CONVICTED OF A CRIMINAL OFFENSE UNDER THIS ACT  
15 OR ANY OTHER GAMBLING OFFENSE IS INELIGIBLE TO BE AN OWNER,  
16 PARTNER, SHAREHOLDER, MEMBER, DIRECTOR, OFFICER, AGENT, OR  
17 EMPLOYEE OF A CHARITABLE GAMING SERVICE PROVIDER FOR 1 YEAR AFTER  
18 THE CONVICTION BECOMES FINAL.

19 SEC. 51. (1) BEFORE HIRING A PROSPECTIVE EMPLOYEE, A  
20 CHARITABLE GAMING SERVICE PROVIDER SHALL REQUEST THE BOARD TO  
21 CONDUCT A BACKGROUND CHECK OF THE PROSPECTIVE EMPLOYEE TO  
22 DETERMINE WHETHER THE PROSPECTIVE EMPLOYEE HAS BEEN CONVICTED OF  
23 A CRIMINAL OFFENSE OR HAS ANY CRIMINAL CHARGES PENDING AGAINST  
24 HIM OR HER.

25 (2) A CHARITABLE GAMING SERVICE PROVIDER SHALL SUBMIT A FEE  
26 OF \$25.00 WITH A REQUEST FOR A BACKGROUND CHECK UNDER THIS  
27 SECTION.

1           (3) THE BOARD SHALL CONDUCT A BACKGROUND CHECK UNDER THIS  
2 SECTION AS PROVIDED IN SECTION 21 OF THE MICHIGAN GAMING CONTROL  
3 AND REVENUE ACT, 1996 IL 1, MCL 432.221.

4           (4) IF THE DIRECTOR HAS NOT NOTIFIED THE CHARITABLE GAMING  
5 SERVICE PROVIDER WHETHER THE PROSPECTIVE EMPLOYEE IS QUALIFIED TO  
6 BE EMPLOYED UNDER THIS ARTICLE WITHIN 10 DAYS AFTER THE BOARD IS  
7 ADVISED OF THE PROSPECTIVE HIRING UNDER THIS SECTION, THE  
8 CHARITABLE GAMING SERVICE PROVIDER MAY BEGIN TO TRAIN THE  
9 PROSPECTIVE EMPLOYEE.

10          (5) IF THE DIRECTOR HAS NOT NOTIFIED THE CHARITABLE GAMING  
11 SERVICE PROVIDER WHETHER THE PROSPECTIVE EMPLOYEE IS QUALIFIED TO  
12 BE EMPLOYED UNDER THIS ARTICLE WITHIN 30 DAYS AFTER THE BOARD IS  
13 ADVISED OF THE PROSPECTIVE HIRING UNDER THIS SECTION, THE  
14 CHARITABLE GAMING SERVICE PROVIDER MAY CONSIDER THE EMPLOYEE TO  
15 BE QUALIFIED UNDER THIS ACT AND EMPLOY THE EMPLOYEE, UNLESS THE  
16 DIRECTOR LATER NOTIFIES THE CHARITABLE GAMING SERVICE PROVIDER OF  
17 A NEGATIVE DETERMINATION.

18          (6) AN INDIVIDUAL MAY REQUEST PRELIMINARY APPROVAL UNDER  
19 THIS SECTION BEFORE A CHARITABLE GAMING SERVICE PROVIDER  
20 INDICATES AN INTENT TO HIRE THE INDIVIDUAL BY SUBMITTING TO THE  
21 BOARD ANY DOCUMENTS NECESSARY TO CONDUCT A BACKGROUND CHECK AND  
22 THE FEE REQUIRED UNDER SUBSECTION (2).

23          SEC. 52. (1) A CHARITABLE GAMING SERVICE PROVIDER SHALL  
24 MAINTAIN CURRENT AND ACCURATE RECORDS OF ALL OPERATIONS IN  
25 CONJUNCTION WITH THE PURCHASE, SALE, OR RENTAL OF MILLIONAIRE  
26 PARTY EQUIPMENT AND THE PROVISION OF OPERATION SERVICES AS  
27 REQUIRED BY THIS ACT.

1           (2) AN AUTHORIZED REPRESENTATIVE OF THE DIRECTOR MAY REVIEW  
2 THE RECORDS DESCRIBED IN SUBSECTION (1) AND ALL DOCUMENTS  
3 SUPPORTING ENTRIES MADE IN THE RECORDS AT THE LOCATION.

4           (3) A CHARITABLE GAMING SERVICE PROVIDER SHALL KEEP THE  
5 RECORDS DESCRIBED IN SUBSECTION (1) AND ALL DOCUMENTS SUPPORTING  
6 ENTRIES MADE IN THE RECORDS FOR AT LEAST THE CALENDAR YEAR IN  
7 WHICH THE EVENT OCCURRED AND THE 3 FOLLOWING YEARS.

8           (4) A CHARITABLE GAMING SERVICE PROVIDER SHALL REPORT TO THE  
9 DIRECTOR, ON A FORM PRESCRIBED BY THE DIRECTOR, THE TYPE AND  
10 TOTAL AMOUNT OF SALES AND RENTALS OF MILLIONAIRE PARTY EQUIPMENT.

11           SEC. 53. A PERSON SHALL NOT ACT AS A CHARITABLE GAMING  
12 SERVICE PROVIDER UNLESS THE PERSON IS LICENSED AS A CHARITABLE  
13 GAMING SERVICE PROVIDER UNDER THIS ARTICLE.

14           SEC. 54. (1) IF THE DIRECTOR DETERMINES THAT A LICENSEE  
15 UNDER THIS ARTICLE HAS VIOLATED THIS ACT OR THE RULES PROMULGATED  
16 UNDER THIS ARTICLE, THE DIRECTOR MAY PROCEED WITH LICENSING  
17 SANCTIONS AS PROVIDED IN THIS ARTICLE AND SECTION 92 OF THE  
18 ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.292.

19           (2) IN DETERMINING A PROPER SANCTION FOR A VIOLATION OF THIS  
20 ACT OR RULES PROMULGATED UNDER THIS ARTICLE, THE DIRECTOR SHALL  
21 CONSIDER WHETHER THE VIOLATION WAS INADVERTENT OR INTENTIONAL AND  
22 WHAT THE CONSEQUENCES OF THE VIOLATION WERE. FOR A VIOLATION, THE  
23 DIRECTOR MAY ORDER 1 OR MORE OF THE FOLLOWING:

24           (A) THAT THE LICENSEE RECEIVE A WRITTEN WARNING.

25           (B) THAT THE LICENSEE BE PLACED ON PROBATION UNDER SECTION  
26 55.

27           (C) FOR A FIRST VIOLATION, THAT THE LICENSEE PAY A FINE OF

1 UP TO \$1,000.00 AND, IF THE VIOLATION THREATENED THE PUBLIC  
2 HEALTH, SAFETY, OR WELFARE OR PUBLIC TRUST, THAT THE LICENSE BE  
3 SUSPENDED UNDER SECTION 56 FOR UP TO 30 DAYS.

4 (D) FOR A SECOND VIOLATION IN A 2-YEAR PERIOD, THAT THE  
5 LICENSEE PAY A FINE OF UP TO \$2,000.00 AND, IF THE VIOLATION  
6 THREATENED THE PUBLIC HEALTH, SAFETY, OR WELFARE OR PUBLIC TRUST,  
7 THAT THE LICENSE BE SUSPENDED UNDER SECTION 56 FOR UP TO 60 DAYS.

8 (E) FOR A THIRD VIOLATION IN A 2-YEAR PERIOD, THAT THE  
9 LICENSEE PAY A FINE OF UP TO \$3,000.00 AND, IF THE VIOLATION  
10 THREATENED THE PUBLIC HEALTH, SAFETY, OR WELFARE OR PUBLIC TRUST,  
11 THAT THE LICENSE BE SUSPENDED UNDER SECTION 56 FOR UP TO 90 DAYS.

12 (F) FOR A FOURTH OR SUBSEQUENT VIOLATION IN A 2-YEAR PERIOD,  
13 THAT THE LICENSEE PAY A FINE OF UP TO \$4,000.00 AND, AT THE  
14 DIRECTOR'S DISCRETION, THAT THE LICENSEE BE PROHIBITED FROM  
15 HOLDING EVENTS FOR UP TO 2 YEARS. IF A 2-YEAR SUSPENSION IS  
16 IMPOSED UNDER THIS SUBDIVISION, THE DIRECTOR SHALL NOT ISSUE A  
17 LICENSE TO THE QUALIFIED ORGANIZATION OR CHARITABLE GAMING  
18 SERVICE PROVIDER UNLESS THE ORGANIZATION OR CHARITABLE GAMING  
19 SERVICE PROVIDER DEMONSTRATES TO THE DIRECTOR THE CHANGES THAT  
20 HAVE BEEN PUT IN PLACE TO ENSURE THAT VIOLATIONS WILL NOT  
21 CONTINUE.

22 SEC. 55. (1) THE DIRECTOR MAY PLACE A MILLIONAIRE PARTY  
23 LICENSEE OR CHARITABLE GAMING SERVICE PROVIDER ON PROBATION OR  
24 MAY CONDITION THE RENEWAL OF A LICENSE WITH TERMS OF PROBATION AS  
25 PROVIDED IN SECTION 54.

26 (2) THE CONTINUATION OF A PROBATIONARY LICENSE UNDER THIS  
27 SECTION IS CONDITIONED ON STRICT COMPLIANCE WITH THIS ACT, RULES

1 PROMULGATED UNDER THIS ARTICLE, AND TERMS OF PROBATION.

2 (3) IT IS A VIOLATION OF PROBATION UNDER THIS SECTION IF THE  
3 LICENSEE FAILS TO COMPLY WITH THIS ACT, RULES PROMULGATED UNDER  
4 THIS ARTICLE, OR TERMS OF PROBATION.

5 (4) THE DIRECTOR MAY SUMMARILY SUSPEND A PROBATIONARY  
6 LICENSE ISSUED UNDER THIS SECTION AS PROVIDED IN SECTION 56 IF  
7 THE LICENSEE VIOLATES THIS ACT, RULES PROMULGATED UNDER THIS  
8 ARTICLE, AND TERMS OF PROBATION.

9 SEC. 56. (1) THE DIRECTOR MAY DENY, SUSPEND, SUMMARILY  
10 SUSPEND, OR REVOKE A LICENSE ISSUED UNDER THIS ARTICLE IF THE  
11 LICENSEE OR AN OFFICER, DIRECTOR, AGENT, MEMBER, OR EMPLOYEE OF  
12 THE LICENSEE VIOLATES THIS ACT OR A RULE PROMULGATED UNDER THIS  
13 ARTICLE. THE DIRECTOR MAY SUMMARILY SUSPEND A LICENSE FOR A  
14 PERIOD OF NOT MORE THAN 60 DAYS PENDING PROSECUTION,  
15 INVESTIGATION, OR PUBLIC HEARING.

16 (2) A PROCEEDING TO SUSPEND OR REVOKE A LICENSE UNDER THIS  
17 ARTICLE IS A CONTESTED CASE GOVERNED BY CHAPTER 4 OF THE  
18 ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.271 TO  
19 24.287.

20 (3) ON PETITION OF THE DIRECTOR, THE CIRCUIT COURT AFTER A  
21 HEARING MAY ISSUE SUBPOENAS TO COMPEL THE ATTENDANCE OF WITNESSES  
22 AND THE PRODUCTION OF DOCUMENTS, PAPERS, BOOKS, RECORDS, AND  
23 OTHER EVIDENCE BEFORE THE DIRECTOR IN A MATTER OVER WHICH THE  
24 DIRECTOR HAS JURISDICTION, CONTROL, OR SUPERVISION. IF A PERSON  
25 SUBPOENAED TO ATTEND IN ANY SUCH PROCEEDING OR HEARING FAILS TO  
26 OBEY THE COMMAND OF THE SUBPOENA WITHOUT REASONABLE CAUSE, OR IF  
27 A PERSON IN ATTENDANCE IN ANY SUCH PROCEEDING OR HEARING REFUSES,

1 WITHOUT LAWFUL CAUSE, TO BE EXAMINED OR TO ANSWER A LEGAL OR  
2 PERTINENT QUESTION OR TO EXHIBIT A BOOK, ACCOUNT, RECORD, OR  
3 OTHER DOCUMENT WHEN ORDERED TO DO SO BY THE COURT, THAT PERSON  
4 MAY BE PUNISHED AS BEING IN CONTEMPT OF THE COURT.

5 SEC. 57. (1) A LICENSEE WHOSE LICENSE IS REVOKED FOR A  
6 VIOLATION OF THIS ARTICLE OR A RULE PROMULGATED UNDER THIS  
7 ARTICLE IS INELIGIBLE TO APPLY FOR A LICENSE FOR 2 YEARS.

8 (2) A PERSON CONVICTED OF AN OFFENSE UNDER SECTION 17 OR ANY  
9 OTHER GAMBLING OFFENSE IS INELIGIBLE TO SERVE AS AN OFFICER OF A  
10 LICENSEE OR TO PARTICIPATE IN CONDUCTING A MILLIONAIRE PARTY FOR  
11 1 YEAR AFTER THE CONVICTION BECOMES FINAL. IF THE PERSON IS  
12 LICENSED UNDER THIS ARTICLE, THE PERSON SHALL FORFEIT THE LICENSE  
13 AND IS INELIGIBLE TO APPLY FOR THE ISSUANCE OR REISSUANCE OF THE  
14 LICENSE FOR 1 YEAR AFTER THE CONVICTION BECOMES FINAL.

15 SEC. 58. (1) IF THE DIRECTOR ISSUES A LICENSING SANCTION  
16 AGAINST A LICENSEE UNDER SECTION 54, THE LICENSEE MAY REQUEST A  
17 HEARING BEFORE THE BOARD. A LICENSEE MUST REQUEST A HEARING UNDER  
18 THIS SECTION IN WRITING BY FILING THE REQUEST WITH THE BOARD  
19 WITHIN 10 DAYS AFTER THE LICENSEE RECEIVES NOTICE OF THE LICENSE  
20 SANCTION.

21 (2) FOLLOWING A DETERMINATION BY THE BOARD AFTER A HEARING  
22 UNDER SUBSECTION (1), A LICENSEE MAY REQUEST JUDICIAL REVIEW OF  
23 THE DETERMINATION UNDER CHAPTER 6 OF THE ADMINISTRATIVE  
24 PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.301 TO 24.306.

25 SEC. 59. (1) ADMINISTRATIVE RULES RELATING TO THE CONDUCT OF  
26 MILLIONAIRE PARTIES THAT WERE PROMULGATED AND IN EFFECT ON JUNE  
27 11, 2012, REMAIN IN EFFECT, ARE CONSIDERED TO BE RULES

1 PROMULGATED UNDER THIS ARTICLE, AND ARE APPLICABLE TO THE  
2 DIRECTOR, THE BOARD, ANY APPLICANT UNDER THIS ARTICLE, A  
3 LICENSEE, AND ANY OTHER PERSON UNTIL RULES ARE PROMULGATED UNDER  
4 SUBSECTION (4). HOWEVER, IF A PROVISION OF A RULE REFERRED TO IN  
5 THIS SUBSECTION CONFLICTS WITH THIS ARTICLE, THIS ARTICLE  
6 PREVAILS. IF THE RULES REFERRED TO IN THIS SUBSECTION ARE  
7 RESCINDED BEFORE THIS ARTICLE TAKES EFFECT, THE DIRECTOR, THE  
8 BOARD, ANY APPLICANT UNDER THIS ARTICLE, A LICENSEE, AND ANY  
9 OTHER PERSON SHALL TREAT THE RULES IN ACCORDANCE WITH THIS  
10 SUBSECTION AS IF NOT RESCINDED.

11 (2) ANY PROVISION OF A RULE REFERRED TO UNDER SUBSECTION (1)  
12 THAT RELATES TO A SUPPLIER IS APPLICABLE TO A CHARITABLE GAMING  
13 SERVICE PROVIDER AS PROVIDED UNDER SUBSECTION (1).

14 (3) ANY ADMINISTRATIVE RULES RELATING TO MILLIONAIRE PARTIES  
15 PROMULGATED AFTER JUNE 11, 2012 AND BEFORE RULES ARE PROMULGATED  
16 UNDER SUBSECTION (4) ARE RESCINDED.

17 (4) WITHIN 1 YEAR AFTER THE EFFECTIVE DATE OF THIS ARTICLE,  
18 THE DIRECTOR SHALL PROMULGATE RULES PURSUANT TO THE  
19 ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.201 TO  
20 24.328, TO IMPLEMENT THIS ARTICLE.

21 Enacting section 1. Sections 10a, 10b, and 20 of the  
22 Traxler-McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.110a,  
23 432.110b, and 432.120, are repealed.