

HOUSE BILL No. 5085

October 12, 1993, Introduced by Reps. Joe Young, Jr., Varga, Scott, Harrison, Points, Leland and Murphy and referred to the Committee on State Affairs.

A bill to amend the title and sections 2 and 8 of Act No. 382 of the Public Acts of 1972, entitled as amended "Traxler-McCauley-Law-Bowman bingo act," as amended by Act No. 229 of the Public Acts of 1981, being sections 432.102 and 432.108 of the Michigan Compiled Laws; and to add section 3a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Section 1. The title and sections 2 and 8 of Act No. 382 of
- 2 the Public Acts of 1972, as amended by Act No. 229 of the Public
- 3 Acts of 1981, being sections 432.102 and 432.108 of the Michigan
- 4 Compiled Laws, are amended and section 3a is added to read as
- 5 follows:

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1 TITLE

- 2 An act to license and regulate the conducting of bingo and
- 3 certain other forms of gambling; to provide for the conducting of
- 4 charity games; TO CREATE A BINGO COMMISSION; to impose certain
- 5 duties and authority upon certain state departments, agencies,
- 6 and officers; to provide a tax exemption; and to provide
- 7 penalties.
- 8 Sec. 2. (1) "Bingo" means that specific kind of game of
- 9 chance commonly known as bingo in which prizes are awarded on the
- 10 basis of designated numbers or symbols on a card conforming to
- 11 numbers or symbols selected at random.
- 12 (2) "BINGO COMMISSION" OR "COMMISSION" MEANS THE BINGO COM-
- 13 MISSION CREATED IN SECTION 3A.
- 14 (3) $\frac{(2)}{(2)}$ "Bureau" means the bureau of state lottery as cre-
- 15 ated by THE MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY LOTTERY ACT, Act
- 16 No. 239 of the Public Acts of 1972, as amended, being sections
- 17 432.1 to 432.47 of the Michigan Compiled Laws.
- 18 (4) $\frac{(3)}{(3)}$ "Charity game" means the random resale of a series
- 19 of charity game tickets by a qualified organization -which THAT
- 20 has purchased the charity game tickets from the bureau or a
- 21 licensed supplier in conjunction with a licensed bingo game or a
- 22 licensed millionaire party.
- 23 (5) -(4) "Charity game ticket" means a ticket -which- THAT
- 24 is approved and acquired by the bureau and is distributed and
- 25 sold by the bureau or a licensed supplier to a qualified organi-
- 26 zation for random resale in conjunction with a licensed bingo
- 27 game or a licensed millionaire party whereby upon removal of a

- 1 portion of the ticket to discover whether the ticket is a winning
- 2 ticket the purchaser may be awarded a prize. These tickets are
- 3 commonly referred to as "break open tickets".
- 4 (6) -(5) "Commissioner" means the commissioner of state
- 5 lottery as defined by section 3 of Act No. 239 of the Public Acts
- 6 of 1972, BEING SECTION 432.3 OF THE MICHIGAN COMPILED LAWS.
- 7 (7) -(6) "Equipment" means the receptacle and numbered
- 8 objects drawn from it, the master board upon which such THE
- 9 objects are placed as drawn, the cards or sheets bearing numbers
- 10 or other designations to be covered and the objects used to cover
- 11 them, and the boards or signs, however operated, used to announce
- 12 or display the numbers or designations as they are drawn.
- 13 Equipment includes devices and materials customarily used in the
- 14 operation of a gambling casino on those occasions when a license
- 15 for the operation of a millionaire party is issued.
- 16 (8) -(7) "Location" means a single building, hall, enclo-
- 17 sure, or outdoor area used for the purpose of playing bingo, or
- 18 conducting a millionaire party pursuant to a license issued under
- 19 this act.
- 20 (9) "MILLIONAIRE PARTY" MEANS AN EVENT AT WHICH WAGERS ARE
- 21 PLACED UPON GAMES OF CHANCE CUSTOMARILY ASSOCIATED WITH A GAMBL-
- 22 ING CASINO THROUGH THE USE OF IMITATION MONEY THAT HAS A NOMINAL
- 23 VALUE THAT IS GREATER THAN THE VALUE OF THE CURRENCY FOR WHICH IT
- 24 WAS EXCHANGED OR IS EXCHANGEABLE.
- 25 (10) -(8) "Special occasion" means a single gathering or
- 26 session at which a series of successive bingo games or other

- 1 gambling events authorized by this act are played pursuant ϵ_{O} a
- 2 special license issued under section 7.
- 3 -(9) "Millionaire party" means an event at which wagers are
- 4 placed upon games of chance customarily associated with a gamb1
- 5 ing casino through the use of imitation money which has a nominal
- 6 value that is greater than the value of the currency for which it
- 7 was exchanged or is exchangeable.
- 8 SEC. 3A. (1) A BINGO COMMISSION IS CREATED AS AN AUTONOMOUS
- 9 BODY WITHIN THE DEPARTMENT OF TREASURY. THE COMMISSION SHALT,
- 10 CONSIST OF THE FOLLOWING 7 MEMBERS APPOINTED NOT LATER THAN
- 11 DECEMBER 31, 1993 BY THE GOVERNOR:
- 12 (A) | EQUIPMENT SUPPLIER.
- 13 (B) 1 EQUIPMENT MANUFACTURER.
- 14 (C) 1 BINGO HALL OWNER.
- 15 (D) 1 GAME OPERATOR.
- 16 (E) 1 GAME PLAYER.
- 17 (F) | MEMBER OF THE GENERAL PUBLIC.
- (G) 1 REPRESENTATIVE OF LAW ENFORCEMENT.
- 19 (2) A MEMBER OF THE COMMISSION WHO, DURING HIS OR HER TERM
- 20 OF OFFICE, NO LONGER REPRESENTS THE SECTOR THAT HE OR SHE WAS
- 21 APPOINTED TO REPRESENT SHALL CEASE TO BE A MEMBER OF THE
- 22 COMMISSION.
- 23 (3) THE MEMBERS OF THE COMMISSION APPOINTED BY THE GOVERNOR
- 24 UNDER SUBSECTION (1) SHALL BE APPOINTED FOR TERMS OF 3 YEARS,
- 25 EXCEPT THAT OF THE MEMBERS FIRST APPOINTED, 2 MEMBERS SHALL SERVE
- 26 FOR 1 YEAR, 2 MEMBERS SHALL SERVE FOR 2 YEARS, AND 3 MEMBERS
- 27 SHALL SERVE FOR 3 YEARS, AS DESIGNATED BY THE GOVERNOR. A

- 1 VACANCY CAUSED BY EXPIRATION OF A TERM SHALL BE FILLED IN THE
- 2 SAME MANNER AS THE ORIGINAL APPOINTMENT. A MEMBER APPOINTED TO
- 3 FILL A VACANCY CREATED OTHER THAN BY EXPIRATION OF A TERM SHALL
- 4 BE APPOINTED FOR THE BALANCE OF THE UNEXPIRED TERM OF THE MEMBER
- 5 TO BE SUCCEEDED IN THE SAME MANNER AS THE ORIGINAL APPOINTMENT.
- 6 THE GOVERNOR MAY REMOVE A MEMBER FOR CAUSE WHICH SHALL BE
- 7 EXPLAINED IN WRITING TO THE COMMISSION.
- 8 (4) THE COMMISSION SHALL ANNUALLY ELECT | OF ITS MEMBERS TO
- 9 SERVE AS CHAIRPERSON AND 1 OF ITS MEMBERS TO SERVE AS
- 10 VICE-CHAIRPERSON.
- 11 (5) THE COMMISSION SHALL MEET AT LEAST ONCE EVERY 3 MONTHS
- 12 AT THE CALL OF THE CHAIRPERSON, AND THE BUSINESS OF THE COMMIS-
- 13 SION SHALL BE CONDUCTED AT A PUBLIC MEETING HELD IN COMPLIANCE
- 14 WITH THE OPEN MEETINGS ACT, ACT NO. 267 OF THE PUBLIC ACTS OF
- 15 1976, BEING SECTIONS 15.261 TO 15.275 OF THE MICHIGAN COMPILED
- 16 LAWS. PUBLIC NOTICE OF THE TIME, DATE, AND PLACE OF THE MEETING
- 17 SHALL BE GIVEN IN THE MANNER REQUIRED BY ACT NO. 267 OF THE
- 18 PUBLIC ACTS OF 1976. A QUORUM SHALL CONSIST OF 4 MEMBERS. A
- 19 WRITING PREPARED, OWNED, USED, IN THE POSSESSION OF, OR RETAINED
- 20 BY THE COMMISSION IN THE PERFORMANCE OF AN OFFICIAL FUNCTION
- 21 SHALL BE MADE AVAILABLE TO THE PUBLIC IN COMPLIANCE WITH THE
- 22 FREEDOM OF INFORMATION ACT, ACT NO. 442 OF THE PUBLIC ACTS OF
- 23 1976, BEING SECTIONS 15.231 TO 15.246 OF THE MICHIGAN COMPILED
- 24 LAWS. A MEMBER OF THE COMMISSION SHALL NOT RECEIVE ANY PER DIEM
- 25 COMPENSATION FOR SERVING ON THE COMMISSION OR ANY REIMBURSEMENT
- 26 FOR TRAVEL OR OTHER EXPENSES INCURRED IN THE PERFORMANCE OF HIS
- 27 OR HER OFFICIAL DUTIES.

- 1 (6) THE COMMISSION SHALL DO ALL OF THE FOLLOWING:
- 2 (A) RECOMMEND TO THE COMMISSIONER CHARITABLE GAMING POLICY.
- 3 (B) RECOMMEND TO THE COMMISSIONER RULES AND LEGISLATION
- 4 AFFECTING CHARITABLE GAMING.
- 5 (C) MAKE SUGGESTIONS TO THE COMMISSIONER FOR THE PROMOTION
- 6 OF CHARITABLE GAMING.
- 7 Sec. 8. All fees and revenue collected by the commissioner
- 8 or bureau under this act shall be paid into the state lottery
- 9 fund. All necessary expenses incurred by the bureau in the
- 10 administration and enforcement of this act and in the initiation,
- 11 implementation, and ongoing operation of charity games shall be
- 12 financed from the state lottery fund. The amount of these neces-
- 13 sary expenses shall not exceed the amount of revenues received
- 14 from the sale of charity game tickets and all fees collected
- 15 under this act, except that this limitation -shall- DOES not
- 16 apply before October 1, 1983. At the end of each fiscal year all
- 17 money, including interest, in the state lottery fund -which THAT
- 18 is attributable to fees and revenue collected pursuant to this
- 19 act, but which has not been expended pursuant to this section,
- 20 shall be deposited in the state -general- SCHOOL AID fund.