

HOUSE BILL No. 5434

February 23, 2012, Introduced by Rep. McMillin and referred to the Committee on
Regulatory Reform.

A bill to amend 1972 PA 382, entitled
"Traxler-McCauley-Law-Bowman bingo act,"
by amending section 9 (MCL 432.109), as amended by 2008 PA 401.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 9. (1) Except as provided in subsection (2), the entire
2 net proceeds of an event shall be devoted exclusively to the lawful
3 purposes of the licensee. A licensee shall not incur or pay an item
4 of expense in connection with ~~the~~ holding, operating, or conducting
5 ~~of~~ an event except the following expenses in reasonable amounts:

6 (a) The purchase or rental of equipment necessary for
7 conducting ~~an~~ **THE** event and payment of services reasonably
8 necessary for the repair of equipment.

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

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

1 (d) Janitorial services.

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

4 (f) Other reasonable expenses incurred by the licensee, ~~not~~
5 ~~inconsistent~~ **CONSISTENT** with this act, as permitted by rule of the
6 commissioner.

7 (2) A qualified organization described in section 3(g)(ii)
8 shall use the entire net proceeds of an event, after paying items
9 of expense ~~incurred in reasonable amounts in connection with the~~
10 ~~holding, operating, or conducting of the event and listed in~~ **UNDER**
11 subsection (1), only for the expense of training or purchasing
12 goods or services for the support of the activities of the
13 component.

14 (3) **A MILLIONAIRE PARTY LICENSEE SHALL NOT INCUR OR PAY**
15 **EXPENSES IN CONNECTION WITH HOLDING, OPERATING, OR CONDUCTING AN**
16 **EVENT TO THE EXTENT THAT THE EXPENSES TOTAL MORE THAN 25% OF THE**
17 **GROSS PROCEEDS OF THE EVENT.**