

HOUSE BILL No. 6339

July 21, 2010, Introduced by Reps. Roy Schmidt, Slezak, Melton, Terry Brown, Spade, Kandrevas, Scripps, Corriveau, Green, Haugh, Hammel, Dean and Meadows and referred to the Committee on Regulatory Reform.

A bill to amend 1972 PA 382, entitled "Traxler-McCauley-Law-Bowman bingo act," by amending sections 2, 3, 3a, 4, 4a, 5, 5c, 7a, 7b, 7d, 8, 9, 10, 10b, 11a, 11b, 11c, 12, 13, 14, 15, and 16 (MCL 432.102, 432.103, 432.103a, 432.104, 432.104a, 432.105, 432.105c, 432.107a, 432.107b, 432.107d, 432.108, 432.109, 432.110, 432.110b, 432.111a, 432.111b, 432.111c, 432.112, 432.113, 432.114, 432.115, and 432.116), sections 2 and 9 as amended by 2008 PA 401, section 3 as amended by 2009 PA 41, sections 3a, 5, 5c, 8, 10, and 11b as amended by 2006 PA 427, and sections 4, 7a, 12, 13, 14, 15, and 16 as amended and sections 4a, 7b, 7d, 10b, 11a, and 11c as added by 1999 PA 108.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 2. As used in this act:

2 (a) "Active service" and "active state service" mean those
3 terms as defined in section 105 of the Michigan military act,
4 1967 PA 150, MCL 32.505.

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

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

11 ~~(d) "Bureau" means the bureau of state lottery as created by~~
12 ~~section 5 of the McCauley Traxler Law Bowman McNeely lottery act,~~
13 ~~1972 PA 239, MCL 432.5.~~

14 (D) ~~(e)~~ "Charity game" means the random resale of a series
15 of charity game tickets.

16 (E) ~~(f)~~ "Charity game ticket" means a ticket commonly
17 referred to as a break-open ticket or pull-tab that is approved
18 and acquired by the ~~bureau~~ **CORPORATION** and is distributed and
19 sold by the ~~bureau~~ **CORPORATION** or a licensed supplier to a
20 qualified organization, a portion of which is removed to discover
21 whether the ticket is a winning ticket and whether the purchaser
22 may be awarded a prize.

23 ~~(g) "Commissioner" means the commissioner of state lottery~~
24 ~~appointed under section 7 of the McCauley Traxler Law Bowman~~
25 ~~McNeely lottery act, 1972 PA 239, MCL 432.7.~~

26 (F) **"CHIEF EXECUTIVE OFFICER" OR "CEO" MEANS THE HEAD OF THE**
27 **CORPORATION APPOINTED UNDER SECTION 7 OF THE MCCAULEY-TRAXLER-**

1 LAW-BOWMAN-MCNEELY LOTTERY ACT, 1972 PA 239, MCL 432.7.

2 (G) "CORPORATION", UNLESS THE CONTEXT CLEARLY INDICATES
3 OTHERWISE, MEANS THE MICHIGAN EDUCATION LOTTERY CORPORATION
4 CREATED UNDER SECTION 5 OF THE MCCAULEY-TRAXLER-LAW-BOWMAN-
5 MCNEELY LOTTERY ACT, 1972 PA 239, MCL 432.5.

6 (h) "Coverall pattern" means a pattern required to win a
7 bingo game in which all numbers on a bingo card are required to
8 be called.

9 (I) "EDUCATIONAL ORGANIZATION" MEANS AN ORGANIZATION WITHIN
10 THIS STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT, WHOSE
11 PRIMARY PURPOSE IS EDUCATIONAL IN NATURE AND DESIGNED TO DEVELOP
12 THE CAPABILITIES OF INDIVIDUALS BY INSTRUCTION IN ANY PUBLIC OR
13 PRIVATE ELEMENTARY OR SECONDARY SCHOOL THAT COMPLIES WITH THE
14 REVISED SCHOOL CODE, 1976 PA 451, MCL 380.1 TO 380.1852, OR ANY
15 PRIVATE OR PUBLIC COLLEGE OR UNIVERSITY THAT IS ORGANIZED NOT FOR
16 PECUNIARY PROFIT AND THAT IS APPROVED BY THE STATE BOARD OF
17 EDUCATION.

18 (J) "EQUIPMENT" MEANS THE OBJECTS AND MECHANICAL OR
19 ELECTROMECHANICAL DEVICES USED TO DETERMINE OR ASSIST IN
20 DETERMINING THE WINNERS OF PRIZES AT EVENTS LICENSED UNDER THIS
21 ACT.

22 (K) "EVENT" MEANS EACH OCCASION OF A BINGO, MILLIONAIRE
23 PARTY, RAFFLE, CHARITY GAME, OR NUMERAL GAME LICENSED UNDER THIS
24 ACT.

25 (l) "FRATERNAL ORGANIZATION" MEANS AN ORGANIZATION WITHIN
26 THIS STATE, EXCEPT A COLLEGE FRATERNITY OR SORORITY, THAT IS
27 ORGANIZED NOT FOR PECUNIARY PROFIT; THAT IS A BRANCH, LODGE, OR

1 CHAPTER OF A NATIONAL OR STATE ORGANIZATION; AND THAT EXISTS FOR
2 THE COMMON PURPOSE, BROTHERHOOD, OR OTHER INTERESTS OF ITS
3 MEMBERS.

4 Sec. 3. As used in this act:

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

14 ~~—— (b) "Fraternal organization" means an organization within~~
15 ~~this state, except a college fraternity or sorority, that is~~
16 ~~organized not for pecuniary profit; that is a branch, lodge, or~~
17 ~~chapter of a national or state organization; and that exists for~~
18 ~~the common purpose, brotherhood, or other interests of its~~
19 ~~members.~~

20 (A) "LARGE BINGO" MEANS A SERIES OF BINGO OCCASIONS THAT
21 OCCUR ON A REGULAR BASIS DURING WHICH THE TOTAL VALUE OF ALL
22 PRIZES AWARDED THROUGH BINGO AT A SINGLE OCCASION DOES NOT EXCEED
23 \$3,500.00 AND THE TOTAL VALUE OF ALL PRIZES AWARDED FOR 1 GAME
24 DOES NOT EXCEED \$1,100.00, EXCEPT THAT A PRIZE AWARDED THROUGH A
25 MICHIGAN PROGRESSIVE JACKPOT BINGO GAME IS NOT SUBJECT TO THESE
26 LIMITATIONS.

27 (B) "LARGE RAFFLE" MEANS AN EVENT WHERE THE TOTAL VALUE OF

1 ALL PRIZES AWARDED THROUGH RAFFLE DRAWINGS EXCEED \$500.00 PER
2 OCCASION.

3 (c) "Licensee" means a person or qualified organization
4 licensed under this act.

5 (D) "LOCATION" MEANS A BUILDING, ENCLOSURE, PART OF A
6 BUILDING OR ENCLOSURE, OR A DISTINCT PORTION OF REAL ESTATE THAT
7 IS USED FOR THE PURPOSE OF CONDUCTING EVENTS LICENSED UNDER THIS
8 ACT. LOCATION ALSO MEANS ALL COMPONENTS OR BUILDINGS THAT
9 COMPRISE 1 ARCHITECTURAL ENTITY OR THAT SERVE A UNIFIED
10 FUNCTIONAL PURPOSE.

11 (E) "MANUFACTURER" MEANS A PERSON LICENSED UNDER SECTION 11C
12 WHO MANUFACTURES NUMERAL GAME TICKETS FOR SALE TO SUPPLIERS FOR
13 USE IN AN EVENT.

14 (F) ~~(d)~~"Member" means an individual who qualified for
15 membership in a qualified organization under its bylaws, articles
16 of incorporation, charter, rules, or other written statement.

17 (G) ~~(e)~~"Michigan national guard" and "military" mean those
18 terms as defined in section 105 of the Michigan military act,
19 1967 PA 150, MCL 32.505.

20 (H) "MICHIGAN PROGRESSIVE JACKPOT" MEANS A BINGO GAME
21 CONDUCTED IN CONJUNCTION WITH A LICENSED LARGE BINGO OCCASION,
22 WHERE THE VALUE OF THE PRIZE IS CARRIED FORWARD TO THE NEXT BINGO
23 OCCASION IF NO PLAYER BINGOS IN A PREDETERMINED NUMBER OF
24 ALLOWABLE CALLS. MICHIGAN PROGRESSIVE JACKPOT MAY INCLUDE BINGO
25 GAMES CONDUCTED BY MORE THAN 1 LICENSEE THAT ARE LINKED TOGETHER
26 FOR THE PURPOSE OF A COMMON JACKPOT PRIZE AND CONSOLATION PRIZE
27 AS PRESCRIBED BY THE CEO.

1 (I) "MILLIONAIRE PARTY" MEANS AN EVENT AT WHICH WAGERS ARE
 2 PLACED UPON GAMES OF CHANCE CUSTOMARILY ASSOCIATED WITH A
 3 GAMBLING CASINO THROUGH THE USE OF IMITATION MONEY OR CHIPS THAT
 4 HAVE A NOMINAL VALUE EQUAL TO OR GREATER THAN THE VALUE OF THE
 5 CURRENCY FOR WHICH THEY CAN BE EXCHANGED.

6 (J) "NUMERAL GAME" MEANS THE RANDOM RESALE OF A SERIES OF
 7 NUMERAL GAME TICKETS BY A QUALIFIED ORGANIZATION UNDER A NUMERAL
 8 GAME LICENSE OR IN CONJUNCTION WITH A LICENSED MILLIONAIRE PARTY
 9 OR LARGE RAFFLE.

10 (K) "NUMERAL GAME TICKET" MEANS A PAPER STRIP ON WHICH
 11 PREPRINTED NUMERALS ARE COVERED BY FOLDING THE STRIP AND BANDING
 12 THE FOLDED STRIP WITH A SEPARATE PIECE OF PAPER, IF, UPON
 13 BREAKING THE PAPER STRIP THAT BANDS THE TICKET, THE PURCHASER
 14 DISCOVERS WHETHER THE TICKET IS A WINNING TICKET AND THE
 15 PURCHASER MAY BE AWARDED A MERCHANDISE PRIZE.

16 (L) "OCCASION" MEANS THE HOURS OF THE DAY FOR WHICH A LICENSE
 17 IS ISSUED.

18 (M) ~~(f)~~ "Person" means a natural person, firm, association,
 19 corporation, or other legal entity.

20 ~~— (g) "Qualified organization" means, subject to subdivision~~
 21 ~~(h), either of the following:~~

22 ~~— (i) A bona fide religious, educational, service, senior~~
 23 ~~citizens, fraternal, or veterans' organization that operates~~
 24 ~~without profit to its members and that either has been in~~
 25 ~~existence continuously as an organization for a period of 5 years~~
 26 ~~or is exempt from taxation under 26 USC 501(c).~~

27 ~~— (ii) Only for the purpose of conducting a small raffle or a~~

1 ~~large raffle under this act, a component of the military or the~~
2 ~~Michigan national guard whose members are in active service or~~
3 ~~active state service.~~

4 ~~—— (h) "Qualified organization" does not include a candidate~~
5 ~~committee, political committee, political party committee, ballot~~
6 ~~question committee, independent committee, or any other committee~~
7 ~~as defined by, and organized under, the Michigan campaign finance~~
8 ~~act, 1976 PA 388, MCL 169.201 to 169.282.~~

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

10 ~~—— (i) An organization, church, body of communicants, or group~~
11 ~~that is organized not for pecuniary profit and that gathers in~~
12 ~~common membership for mutual support and edification in piety,~~
13 ~~worship, and religious observances.~~

14 ~~—— (ii) A society of individuals that is organized not for~~
15 ~~pecuniary profit and that unites for religious purposes at a~~
16 ~~definite place.~~

17 ~~—— (iii) A church related private school that is organized not~~
18 ~~for pecuniary profit.~~

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

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

25 ~~—— (i) A branch, lodge, or chapter of a national or state~~
26 ~~organization that is organized not for pecuniary profit and that~~
27 ~~is authorized by its written constitution, charter, articles of~~

1 ~~incorporation, or bylaws to engage in a fraternal, civic, or~~
2 ~~service purpose within the state.~~

3 ~~—— (ii) A local civic organization that is organized not for~~
4 ~~pecuniary profit, that is not affiliated with a state or national~~
5 ~~organization, that is recognized by resolution adopted by the~~
6 ~~local governmental subdivision in which the organization conducts~~
7 ~~its principal activities, whose constitution, charter, articles~~
8 ~~of incorporation, or bylaws contain a provision for the~~
9 ~~perpetuation of the organization as a nonprofit organization;~~
10 ~~whose entire assets are used for charitable purposes, and whose~~
11 ~~constitution, charter, articles of incorporation, or bylaws~~
12 ~~contain a provision that all assets, real property, and personal~~
13 ~~property shall revert to the benefit of the local governmental~~
14 ~~subdivision that granted the resolution upon dissolution of the~~
15 ~~organization.~~

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

25 **(N) "PRINCIPAL OFFICER" MEANS THE HIGHEST RANKING OFFICER OF**
26 **THE QUALIFIED ORGANIZATION ACCORDING TO ITS WRITTEN CONSTITUTION,**
27 **CHARTER, ARTICLES OF INCORPORATION, OR BYLAWS.**

1 (O) "PRIZE" MEANS ANYTHING OF VALUE, INCLUDING, BUT NOT
2 LIMITED TO, MONEY OR MERCHANDISE, THAT IS GIVEN TO A PLAYER FOR
3 ATTENDING OR WINNING A GAME AT AN EVENT. A NONMONETARY ITEM IS
4 VALUED AT ITS RETAIL VALUE. PRIZE DOES NOT INCLUDE ADVERTISING
5 MATERIAL GIVEN AWAY BY A QUALIFIED ORGANIZATION IN ACCORDANCE
6 WITH RULES PROMULGATED UNDER THIS ACT.

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

11 ~~(2) "Event" means each occasion of a bingo, millionaire~~
12 ~~party, raffle, charity game, or numeral game licensed under this~~
13 ~~act.~~

14 ~~(3) "Large bingo" means a series of bingo occasions that~~
15 ~~occur on a regular basis during which the total value of all~~
16 ~~prizes awarded through bingo at a single occasion does not exceed~~
17 ~~\$3,500.00 and the total value of all prizes awarded for 1 game~~
18 ~~does not exceed \$1,100.00, except that a prize awarded through a~~
19 ~~Michigan progressive jackpot bingo game is not subject to these~~
20 ~~limitations.~~

21 ~~(4) "Large raffle" means an event where the total value of~~
22 ~~all prizes awarded through raffle drawings exceed \$500.00 per~~
23 ~~occasion.~~

24 ~~(5) "Location" means a building, enclosure, part of a~~
25 ~~building or enclosure, or a distinct portion of real estate that~~
26 ~~is used for the purpose of conducting events licensed under this~~
27 ~~act. Location also means all components or buildings that~~

1 ~~comprise 1 architectural entity or that serve a unified~~
2 ~~functional purpose.~~

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

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

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

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

23 ~~—— (10) "Numeral game ticket" means a paper strip on which~~
24 ~~preprinted numerals are covered by folding the strip and banding~~
25 ~~the folded strip with a separate piece of paper, if upon breaking~~
26 ~~the paper strip that bands the ticket, the purchaser discovers~~
27 ~~whether the ticket is a winning ticket and the purchaser may be~~

1 ~~awarded a merchandise prize.~~

2 ~~—— (11) "Occasion" means the hours of the day for which a~~
 3 ~~license is issued.~~

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

7 ~~—— (13) "Prize" means anything of value, including, but not~~
 8 ~~limited to, money or merchandise that is given to a player for~~
 9 ~~attending or winning a game at an event. A nonmonetary item is~~
 10 ~~valued at its retail value. Prize does not include advertising~~
 11 ~~material given away by a qualified organization in accordance~~
 12 ~~with rules promulgated under this act.~~ **AS USED IN THIS ACT:**

13 **(A) "QUALIFIED ORGANIZATION" MEANS, SUBJECT TO SUBDIVISION**

14 **(B), EITHER OF THE FOLLOWING:**

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

20 **(ii) ONLY FOR THE PURPOSE OF CONDUCTING A SMALL RAFFLE OR A**
 21 **LARGE RAFFLE UNDER THIS ACT, A COMPONENT OF THE MILITARY OR THE**
 22 **MICHIGAN NATIONAL GUARD WHOSE MEMBERS ARE IN ACTIVE SERVICE OR**
 23 **ACTIVE STATE SERVICE.**

24 **(B) "QUALIFIED ORGANIZATION" DOES NOT INCLUDE A CANDIDATE**
 25 **COMMITTEE, POLITICAL COMMITTEE, POLITICAL PARTY COMMITTEE, BALLOT**
 26 **QUESTION COMMITTEE, INDEPENDENT COMMITTEE, OR ANY OTHER COMMITTEE**
 27 **AS DEFINED BY, AND ORGANIZED UNDER, THE MICHIGAN CAMPAIGN FINANCE**

1 ACT, 1976 PA 388, MCL 169.201 TO 169.282.

2 (C) "RELIGIOUS ORGANIZATION" MEANS ANY OF THE FOLLOWING:

3 (i) AN ORGANIZATION, CHURCH, BODY OF COMMICANTS, OR GROUP
4 THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT AND THAT GATHERS IN
5 COMMON MEMBERSHIP FOR MUTUAL SUPPORT AND EDIFICATION IN PIETY,
6 WORSHIP, AND RELIGIOUS OBSERVANCES.

7 (ii) A SOCIETY OF INDIVIDUALS THAT IS ORGANIZED NOT FOR
8 PECUNIARY PROFIT AND THAT UNITES FOR RELIGIOUS PURPOSES AT A
9 DEFINITE PLACE.

10 (iii) A CHURCH-RELATED PRIVATE SCHOOL THAT IS ORGANIZED NOT
11 FOR PECUNIARY PROFIT.

12 (D) "SENIOR CITIZENS ORGANIZATION" MEANS AN ORGANIZATION
13 WITHIN THIS STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT,
14 THAT CONSISTS OF AT LEAST 15 MEMBERS WHO ARE 60 YEARS OF AGE OR
15 OLDER, AND THAT EXISTS FOR THEIR MUTUAL SUPPORT AND FOR THE
16 ADVANCEMENT OF THE CAUSES OF ELDERLY OR RETIRED PERSONS.

17 (E) "SERVICE ORGANIZATION" MEANS EITHER OF THE FOLLOWING:

18 (i) A BRANCH, LODGE, OR CHAPTER OF A NATIONAL OR STATE
19 ORGANIZATION THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT AND THAT
20 IS AUTHORIZED BY ITS WRITTEN CONSTITUTION, CHARTER, ARTICLES OF
21 INCORPORATION, OR BYLAWS TO ENGAGE IN A FRATERNAL, CIVIC, OR
22 SERVICE PURPOSE WITHIN THIS STATE.

23 (ii) A LOCAL CIVIC ORGANIZATION THAT IS ORGANIZED NOT FOR
24 PECUNIARY PROFIT; THAT IS NOT AFFILIATED WITH A STATE OR NATIONAL
25 ORGANIZATION; THAT IS RECOGNIZED BY RESOLUTION ADOPTED BY THE
26 LOCAL GOVERNMENTAL SUBDIVISION IN WHICH THE ORGANIZATION CONDUCTS
27 ITS PRINCIPAL ACTIVITIES; WHOSE CONSTITUTION, CHARTER, ARTICLES

1 OF INCORPORATION, OR BYLAWS CONTAIN A PROVISION FOR THE
2 PERPETUATION OF THE ORGANIZATION AS A NONPROFIT ORGANIZATION;
3 WHOSE ENTIRE ASSETS ARE USED FOR CHARITABLE PURPOSES; AND WHOSE
4 CONSTITUTION, CHARTER, ARTICLES OF INCORPORATION, OR BYLAWS
5 CONTAIN A PROVISION THAT ALL ASSETS, REAL PROPERTY, AND PERSONAL
6 PROPERTY SHALL REVERT TO THE BENEFIT OF THE LOCAL GOVERNMENTAL
7 SUBDIVISION THAT GRANTED THE RESOLUTION UPON DISSOLUTION OF THE
8 ORGANIZATION.

9 (F) ~~(14)~~—"Single gathering" means 1 scheduled assembly or
10 meeting with a specified beginning and ending time that is
11 conducted or sponsored by the qualified organization. Single
12 gathering does not include the regular operating hours of a club
13 or similar facility and does not include a meeting conducted
14 solely for the purpose of conducting a raffle.

15 (G) ~~(15)~~—"Small bingo" means a series of bingo occasions
16 that occur on a regular basis during which the total value of all
17 prizes awarded through bingo at a single occasion does not exceed
18 \$300.00 and the total value of all prizes awarded for a single
19 bingo game does not exceed \$25.00.

20 (H) ~~(16)~~—"Small raffle" means an event during which the
21 total value of all prizes awarded through raffle drawings does
22 not exceed \$500.00 during 1 occasion.

23 (I) ~~(17)~~—"Special bingo" means a single or consecutive
24 series of bingo occasions during which the total value of all
25 prizes awarded through bingo at a single occasion does not exceed
26 \$3,500.00 and the total value of all prizes awarded for a single
27 bingo game does not exceed \$1,100.00.

1 (J) ~~(18)~~ "Supplier" means a person licensed under this act
 2 to rent, sell, or lease equipment or to sell charity game or
 3 numeral game tickets to qualified organizations licensed under
 4 this act.

5 (K) "VETERANS' ORGANIZATION" MEANS AN ORGANIZATION WITHIN
 6 THIS STATE, OR A BRANCH, LODGE, OR CHAPTER WITHIN THIS STATE OF A
 7 STATE ORGANIZATION OR OF A NATIONAL ORGANIZATION CHARTERED BY THE
 8 CONGRESS OF THE UNITED STATES, THAT IS ORGANIZED NOT FOR
 9 PECUNIARY PROFIT, THE MEMBERSHIP OF WHICH CONSISTS OF INDIVIDUALS
 10 WHO WERE MEMBERS OF THE ARMED SERVICES OR ARMED FORCES OF THE
 11 UNITED STATES. VETERANS' ORGANIZATION INCLUDES AN AUXILIARY OF A
 12 VETERANS' ORGANIZATION THAT IS A NATIONAL ORGANIZATION CHARTERED
 13 BY THE CONGRESS OF THE UNITED STATES.

14 Sec. 4. (1) Each applicant for a license to conduct a bingo,
 15 millionaire party, raffle, charity game, or numeral game shall
 16 submit to the ~~bureau~~ **CORPORATION** a written application on a form
 17 prescribed by the ~~commissioner~~ **CEO**.

18 (2) ~~The~~ **AN** application **SUBMITTED UNDER SUBSECTION (1)** shall
 19 include all of the following:

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

21 (b) The name and address of each officer of the applicant.
 22 ~~organization.~~

23 (c) The location ~~at which~~ **WHERE** the applicant will conduct
 24 the event.

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

26 (e) The member or members of the applicant ~~organization~~ who
 27 will be responsible for ~~the conduct of~~ **CONDUCTING** the event.

1 (f) Sufficient facts relating to the applicant's
2 incorporation or organization to enable the ~~commissioner~~**CEO** to
3 determine whether the applicant is a qualified organization.

4 (g) A sworn statement attesting to the nonprofit status of
5 the applicant, ~~organization~~, signed by the principal officer of
6 ~~that organization~~**THE APPLICANT**.

7 (h) Other information the ~~commissioner~~**CEO** considers
8 necessary.

9 Sec. 4a. (1) Except as provided in subsections (2) and (3),
10 if the ~~commissioner~~**CEO** determines that ~~the~~**AN** applicant **UNDER**
11 **SECTION 4** is a qualified organization and is not ineligible under
12 section 18 and the applicant has paid ~~to the bureau~~ the
13 appropriate fee **TO THE CORPORATION**, the ~~commissioner~~**CEO** may
14 issue 1 or more of the following licenses:

15	<u>License</u> <u>Fee</u>
16	(a) Large bingo.....\$ 150.00
17	(b) Small bingo.....\$ 55.00
18	(c) Special bingo.....\$ 25.00
19	(d) Millionaire party.....\$ 50.00 per day
20	(e) Large raffle.....\$ 50.00 per
21	drawing date
22	(f) Small raffle:
23	(i) One to 3 drawing dates.....\$ 15.00
24	(ii) Four or more drawing dates.....\$ 5.00 per
25	drawing date
26	(g) Annual charity game.....\$ 200.00
27	(h) Special charity game.....\$ 15.00 per day

1 (i) Numeral game.....\$ 15.00 per day

2 (2) ~~Under~~ **IF THE CEO DETERMINES THAT AN** extreme hardship
3 ~~conditions as determined by the commissioner~~ **EXISTS**, the
4 ~~commissioner~~ **CEO** may waive 1 or more requirements of a qualified
5 organization described in section 3 ~~to permit the licensing of~~ **3A**
6 **AND ISSUE** a **LICENSE TO CONDUCT** special bingo, **A** millionaire
7 party, or **A** raffle, if all of the following conditions are met:

8 (a) ~~The organization applying for the license~~ **APPLICANT** is a
9 nonprofit organization.

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

13 (c) None of the individuals connected with the conduct of
14 the event is compensated in any manner for his or her
15 participation.

16 (d) ~~The organization~~ **APPLICANT** complies with all other
17 provisions of this act and rules promulgated under this act.

18 (3) ~~Under~~ **IF THE CEO DETERMINES THAT AN** extreme hardship
19 ~~conditions as determined by the commissioner~~ **EXISTS**, the
20 ~~commissioner~~ **CEO** may allow an individual or a group of
21 ~~individuals to obtain~~ **ISSUE** a license to conduct a special bingo,
22 **A** millionaire party, or **A** raffle if all of the following
23 conditions are met:

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

1 (b) None of the individuals connected with the conduct of
2 the event is compensated in any manner for his or her
3 participation.

4 (c) The individual or group of individuals complies with all
5 other provisions of this act and the rules promulgated under this
6 act.

7 (4) Each event license issued to a qualified organization is
8 valid for only the location included on the license.

9 (5) A license is not assignable or transferable.

10 (6) The licensee is responsible for ensuring that the events
11 are conducted in compliance with this act and **THE** rules
12 **PROMULGATED UNDER THIS ACT.**

13 (7) A licensee shall only conduct events licensed under this
14 act during the hours and on the day and date or dates stated on
15 the license.

16 Sec. 5. (1) A large or small bingo license may be reissued
17 annually ~~upon the submitting~~ **ON SUBMISSION** of an application for
18 renewal provided by the ~~commissioner~~ **CEO** and ~~upon the licensee's~~
19 payment of the appropriate fee. A small or large bingo license
20 expires at 12 midnight on the last day of February.

21 (2) A qualified organization may hold more than 1 bingo
22 license.

23 (3) A small or large bingo license shall be valid for not
24 more than 1 day per week.

25 (4) Not more than 14 bingo licenses shall be issued for a 7-
26 day period at any 1 location.

27 (5) A special bingo license may be issued for up to 7

1 consecutive days.

2 (6) A qualified organization may be issued up to 4 special
3 bingo licenses per calendar year.

4 Sec. 5c. (1) The value of a prize or consolation prize
5 awarded during a Michigan progressive jackpot bingo game is not
6 subject to the prize limitations of section ~~3a(3)~~**3(A)**.

7 (2) The prize awarded to the winner of a Michigan
8 progressive jackpot bingo game may be a predetermined amount that
9 shall not exceed \$500.00 or 50% of the card sales on the first
10 bingo occasion.

11 (3) If a Michigan progressive jackpot prize is not won in
12 the predetermined number of allowable calls, the game shall be
13 played to its conclusion for a predetermined consolation prize
14 that shall not exceed \$100.00.

15 (4) If a Michigan progressive jackpot prize is not won in
16 the predetermined number of allowable calls, the entire prize
17 amount shall be carried forward to the next scheduled bingo
18 occasion.

19 (5) When a Michigan progressive jackpot prize has been
20 carried forward from a previous bingo occasion, the new prize
21 amount shall include the entire amount carried forward, plus 50%
22 of the card sales for the Michigan progressive jackpot bingo game
23 for the current bingo occasion.

24 (6) No arrangement of numbers other than a coverall pattern
25 shall be required or allowed to win a Michigan progressive
26 jackpot bingo game.

27 (7) A Michigan progressive jackpot bingo game shall be

1 played only on bingo cards that are approved by the ~~commissioner~~
2 **CEO**.

3 (8) All cards for the Michigan progressive jackpot bingo
4 game shall be sold by the licensee at a uniform price with no
5 discount for the purchase of more than 1 card.

6 (9) Whenever a Michigan progressive jackpot bingo game is
7 conducted, the licensee shall post a notice and announce the
8 following information:

9 (a) The maximum number of allowable calls in which the
10 player must complete a coverall pattern ~~in order~~ to win a
11 Michigan progressive jackpot prize on that occasion.

12 (b) The prize amount offered to the winner of the Michigan
13 progressive jackpot game and the consolation prize for that bingo
14 occasion.

15 (c) The date the next bingo occasion will occur in that
16 particular progression if the jackpot is not awarded.

17 (10) A Michigan progressive jackpot ~~bingo~~ game shall be
18 conducted in the following manner:

19 (a) On the first bingo occasion a player shall not be
20 required to obtain bingo in less than the number of allowable
21 calls as prescribed by the ~~commissioner~~**CEO** to win the jackpot
22 prize.

23 (b) The number of allowable calls required to win the
24 jackpot **PRIZE** shall be increased by 1 number on each successive
25 bingo occasion for that licensee in a particular progression.

26 (c) Once a Michigan progressive jackpot ~~bingo~~ game has been
27 started, the progressive jackpot prize shall be offered at each

1 successive bingo occasion for that licensee until the jackpot
2 prize has been won.

3 (d) A Michigan progressive jackpot progression shall only be
4 terminated or interrupted by 1 of the following:

5 (i) Determining a winner of the Michigan progressive jackpot
6 prize.

7 (ii) Expiration, suspension, revocation, or surrender of the
8 license to conduct bingo.

9 (iii) A previously announced scheduled interruption, such as a
10 legal holiday or other temporary closing.

11 (iv) A valid emergency condition under which the licensee is
12 unable to conduct the game.

13 (11) Only 1 Michigan progressive jackpot ~~bingo~~ game shall be
14 in progress at 1 time per bingo occasion.

15 (12) Prizes for a Michigan progressive jackpot ~~bingo~~ game
16 shall be awarded as follows:

17 (a) The Michigan progressive jackpot prize shall be awarded
18 to the player or players who complete the coverall pattern within
19 the predesignated number of allowable calls.

20 (b) A consolation prize shall be awarded on each bingo
21 occasion at which a Michigan progressive jackpot game is played,
22 except on the bingo occasion that the jackpot prize is won.

23 (c) The consolation prize shall be awarded to the player or
24 players who complete a coverall pattern on each bingo occasion,
25 regardless of the number of calls in excess of the predesignated
26 number of allowable calls required to win the Michigan
27 progressive jackpot ~~bingo~~ game.

1 (13) The jackpot prize shall be awarded by a check written
2 from the licensee's financial account or in the manner prescribed
3 by the ~~commissioner~~**CEO**.

4 (14) Except as otherwise provided in this section, all other
5 provisions of this act or rules promulgated under this act apply
6 to the conduct of a Michigan progressive jackpot game.

7 (15) If an organization's bingo license will expire or is
8 suspended, revoked, or surrendered before the last bingo occasion
9 of a particular progression, the jackpot prize shall be awarded
10 and the winner determined on the last authorized bingo occasion
11 regardless of the number of calls required to determine the
12 winner.

13 Sec. 7a. (1) All charity game tickets used in the conduct of
14 a charity game shall be purchased by the qualified organization
15 from the ~~bureau~~**CORPORATION** or a supplier.

16 (2) The ~~bureau~~**CORPORATION** shall determine the number of
17 charity game tickets that constitute a charity game.

18 (3) The ~~bureau~~**CORPORATION** shall determine the price at
19 which the qualified organization shall resell each charity game
20 ticket and shall have that price printed on each charity game
21 ticket.

22 (4) The ~~bureau~~**CORPORATION** or a supplier shall sell charity
23 game tickets to a qualified organization that is eligible to
24 conduct a charity game at a percentage, to be determined by the
25 ~~bureau~~**CORPORATION**, of the gross revenues that are realized by
26 the resale of all the charity game tickets for that game at the
27 price established by the ~~bureau~~**CORPORATION**.

1 (5) ~~The~~**A** qualified organization shall retain 60% and the
2 ~~bureau~~**CORPORATION** shall retain 40% of ~~the~~ money obtained from
3 the sale of charity game tickets.

4 (6) A qualified organization that conducts a charity game
5 ~~shall be~~**IS** solely responsible for paying prizes won by
6 purchasers of winning charity game tickets.

7 (7) ~~When~~**IF** all charity game tickets for a single charity
8 game are resold, prizes distributed shall have an aggregate value
9 of, as near as practicable, not less than 60% of the resale value
10 of all the charity game tickets for that charity game.

11 (8) The ~~bureau~~**CORPORATION** shall determine the number of
12 winning charity game tickets provided on a random basis for
13 resale for any 1 charity game and shall establish the value of
14 the prize won by each winning charity game ticket.

15 (9) A charity game ticket shall not have a price for resale
16 by a qualified organization of less than 30 cents.

17 (10) The ~~bureau~~**CORPORATION** shall have a ~~bureau~~**CORPORATION**
18 control number for identification purposes imprinted ~~upon~~**ON** each
19 charity game ticket.

20 (11) ~~A~~**IF A CHARITY GAME IS HELD IN CONJUNCTION WITH A**
21 **LICENSED BINGO GAME OR MILLIONAIRE PARTY, THE** value of prizes
22 awarded for a ~~THE~~ charity game shall not be included ~~within~~**IN**
23 the prize limitations of a ~~THE~~ licensed bingo game or millionaire
24 party. ~~in conjunction with which the charity game is held.~~

25 (12) **A PERSON SHALL NOT SELL A** charity game ticket ~~shall not~~
26 ~~be sold~~ to a person under 18 years of age. This subsection ~~shall~~
27 **DOES** not prohibit the purchase of a charity game ticket by a

1 person 18 years of age or older for the purpose of making a gift
2 to a person under 18 years of age, and ~~shall~~**DOES** not prohibit a
3 person under 18 years of age from receiving a prize or prizes won
4 in a charity game conducted ~~pursuant to~~**UNDER** this act.

5 Sec. 7b. (1) The ~~commissioner~~**CEO** may issue an annual
6 charity game license to a qualified organization for a location
7 owned and operated by the qualified organization for the regular
8 use of its members, or rented or leased on a continual basis for
9 the regular use of its members.

10 (2) A qualified organization may be issued only 1 annual
11 charity game license per year.

12 (3) An annual charity game license shall expire at 12
13 midnight on July 31 of each year.

14 (4) An annual charity game license may be reissued annually
15 if the qualified organization submits an application for renewal
16 provided by the ~~commissioner~~**CEO** and pays the appropriate fee.

17 (5) A qualified organization may be issued up to 8 special
18 charity game licenses per calendar year.

19 (6) A special charity game license may be issued for up to 4
20 consecutive days.

21 (7) A qualified organization that is licensed to conduct
22 bingo, a millionaire party, or **A** large raffle may also sell
23 charity game tickets and conduct a charity game at the same time
24 and location and in conjunction with the licensed bingo,
25 millionaire party, or large raffle without obtaining an
26 additional license.

27 (8) The ~~commissioner~~**CEO** shall promulgate rules for the

1 licensing, selling, and playing of, and financial record keeping
2 for, charity games.

3 Sec. 7d. (1) All numeral game tickets used in ~~the conduct of~~
4 **CONDUCTING** a numeral game shall be purchased by the qualified
5 organization from a supplier. The logo or name of the
6 manufacturer and the serial number must be visible before
7 ~~breaking the band on the ticket~~ **IS BROKEN**.

8 (2) The value of merchandise prizes offered at a numeral
9 game shall be a minimum of 50% of the ideal gross receipts from
10 the game. ~~For the purposes of~~ **AS USED IN** this subsection, "ideal
11 gross receipts" means the total amount of ~~receipts~~ **MONEY** that
12 would be received if every individual ticket in a series is sold
13 at face value.

14 (3) Winning numbers for a numeral game shall be determined
15 by use of a series of common ending numbers contained within the
16 pool of numbers making up the numeral game. The winning numbers
17 may not be determined randomly.

18 (4) The prize list, associated winning numbers, ~~the total~~
19 number of tickets offered, and rules of play shall be posted
20 before ~~the~~ **A** numeral game is offered for sale or any tickets are
21 opened.

22 (5) A **PERSON SHALL NOT SELL A** numeral game ticket ~~shall not~~
23 ~~be sold to~~ a person under 18 years of age. This subsection ~~shall~~
24 **DOES** not prohibit the purchase of a numeral game ticket by a
25 person 18 years of age or older for the purpose of making a gift
26 to a person under 18 years of age, and ~~shall~~ **DOES** not prohibit a
27 person under 18 years of age from receiving a prize or prizes won

1 in a numeral game conducted under this act.

2 (6) ~~The~~ **A licensee THAT CONDUCTS A NUMERAL GAME** shall have
3 available for inspection by an authorized representative of the
4 ~~bureau~~ **CORPORATION AT THE SITE WHERE THE NUMERAL GAME IS BEING**
5 **CONDUCTED** a copy of the invoice from the supplier showing the
6 manufacturer's name and serial number for each numeral game being
7 conducted at the site. ~~where the numeral game is being conducted.~~

8 Sec. 8. All fees and revenue collected by the ~~commissioner~~
9 **CEO or bureau** **CORPORATION** under this act shall be paid into the
10 state lottery fund **CREATED IN SECTION 41 OF THE MCCAULEY-TRAXLER-**
11 **LAW-BOWMAN-MCNEELY LOTTERY ACT, 1972 PA 239, MCL 432.41.** All
12 necessary expenses incurred by the ~~bureau~~ **CORPORATION** in the
13 administration and enforcement of any activity authorized by this
14 act and in the initiation, implementation, and ongoing operation
15 of any activity authorized by this act shall be financed from the
16 state lottery fund. The amount of these necessary expenses shall
17 not exceed the amount of revenues received from the sale of
18 charity game tickets and all fees collected under this act. At
19 the end of each fiscal year, all money, including interest, in
20 the state lottery fund ~~which~~ **THAT** is attributable to fees and
21 revenue collected under this act but which has not been expended
22 under this section shall be deposited in the state general fund.

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

1 reasonable amounts:

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

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

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

7 (d) Janitorial services.

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

10 (f) Other reasonable expenses incurred by the licensee, not
11 inconsistent with this act, as permitted by rule of the
12 ~~commissioner~~**CEO**.

13 (2) A qualified organization described in section ~~3(g)(ii)~~
14 **3A(A)(ii)** shall use the entire net proceeds of an event, after
15 paying items of expense incurred in reasonable amounts in
16 connection with ~~the~~ holding, operating, or conducting ~~of~~ the
17 event and listed in subsection (1), only for the expense of
18 training or purchasing goods or services for the support of the
19 activities of the component.

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

22 (2) A person shall not receive any commission, salary, pay,
23 profit, or wage for participating in the management or operation
24 of bingo, a millionaire party, a raffle, or a charity game except
25 as provided by rule promulgated under this act.

26 (3) Except by special permission of the ~~commissioner~~**CEO**, a
27 licensee shall conduct bingo or a millionaire party only with

1 equipment that it owns, uses under a ~~bureau-approved~~ rental
2 contract **APPROVED BY THE CORPORATION**, or is purchasing or renting
3 at a reasonable rate from a supplier.

4 (4) A licensee shall not advertise bingo except to the
5 extent and in the manner permitted by rule promulgated under this
6 act. If the ~~commissioner~~**CEO** permits a licensee to advertise
7 bingo, the licensee shall indicate in the advertisement the
8 purposes for which the net proceeds will be used by the licensee.

9 (5) The holder of a millionaire party license shall not
10 advertise the event, except to the extent and in the manner
11 permitted by rule promulgated under this act. If the ~~commissioner~~
12 **CEO** permits a licensee to advertise the event, the licensee shall
13 indicate in the advertising the purposes for which the net
14 proceeds will be used by the licensee.

15 Sec. 10b. (1) A qualified organization may be issued up to 4
16 millionaire party licenses in 1 calendar year. Each license shall
17 only be valid for 1 location.

18 (2) A millionaire party license may be issued for up to 4
19 consecutive days.

20 (3) The ~~bureau~~**CORPORATION** shall not issue more than 1
21 millionaire party license to a qualified organization for any 1
22 day.

23 Sec. 11a. (1) Each applicant for a license or renewal of a
24 license to operate a bingo hall under this act shall submit a
25 written application to the ~~bureau~~**CORPORATION** on a form
26 prescribed by rule promulgated under this act.

27 (2) If the ~~commissioner~~**CEO** determines that an applicant is

1 eligible and the applicant pays an appropriate fee, the ~~bureau~~
2 **CORPORATION** may issue a bingo hall license to operate a facility
3 that will be rented to bingo licensees.

4 (3) A bingo hall license expires at 12 midnight on the last
5 day of February, or if the applicant does not own the facility,
6 on the expiration date of ~~their~~**THE APPLICANT'S** lease or rental
7 agreement if that date is prior to the last day of February of
8 the current licensing period.

9 (4) The annual bingo hall licensing fee is \$50.00 multiplied
10 by the number of large or small bingo occasions that will be
11 conducted during the 7-day week.

12 (5) To increase the number of large or small bingo occasions
13 conducted under a bingo hall licensee's original or renewal
14 application, a **BINGO** hall licensee shall submit a written request
15 on a form provided by the ~~commissioner~~**CEO**, plus an additional
16 \$50.00 for each large or small bingo occasion that will be
17 conducted during the 7-day week that is in addition to the number
18 of those occasions calculated under subsection (4).

19 Sec. 11b. (1) Each applicant for a license or renewal of a
20 license to operate as a supplier of equipment, charity game
21 tickets, or numeral game tickets to qualified organizations
22 licensed under this act shall submit a written application to the
23 ~~bureau~~**CORPORATION** on a form prescribed by the ~~commissioner~~**CEO**.

24 (2) ~~The~~**AN** applicant **UNDER SUBSECTION (1)** shall pay an
25 annual license fee of \$300.00 at the time of the application.

26 (3) A supplier's license expires at 12 midnight on September
27 30 of each year.

1 (4) The ~~commissioner~~**CEO** shall require suppliers authorized
2 to sell charity game tickets, numeral game tickets, or both, to
3 post a performance bond of not less than \$50,000.00 and not
4 ~~greater~~**MORE** than \$1,000,000.00.

5 (5) A supplier shall remit to the ~~bureau~~**CORPORATION** an
6 amount equal to the qualified organization's purchase price of
7 the charity game tickets less an amount that ~~shall~~**IS** not ~~be~~ less
8 than the sum of \$.008 for each ticket sold plus 1.0% of the total
9 resale value ~~for~~**OF** all charity game tickets sold.

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

13 (7) The fee collected by a supplier from the qualified
14 organization for each game of numeral tickets sold shall be \$5.00
15 per 1,000 tickets or any portion of 1,000 tickets.

16 (8) The fees collected by the supplier for each numeral game
17 sold shall be remitted to the ~~bureau~~**CORPORATION** by the fifteenth
18 day of the month following the month in which the numeral game is
19 sold. A late fee of 25% of the amount due may be assessed by the
20 ~~commissioner~~**CEO** against any supplier who fails to remit the fees
21 by the required ~~filing~~**REMISSION** date.

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

25 (10) A person who is directly or indirectly connected to the
26 sale, rental, or distribution of bingo or millionaire party
27 equipment, or the sale of charity game tickets or numeral game

1 tickets, or a person ~~residing~~ **WHO RESIDES** in the same household
2 as the supplier shall not be involved directly or indirectly with
3 the rental or leasing of a facility used for an event.

4 (11) A supplier shall submit to the ~~bureau~~ **CORPORATION** a
5 report as required by the ~~commissioner~~ **CEO** regarding the sale or
6 rental of equipment and the sale of charity game tickets and
7 numeral game tickets.

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

12 (2) The annual license fee **FOR A MANUFACTURER'S LICENSE**
13 shall be \$300.00.

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

16 (4) Only numeral games and numeral game tickets approved by
17 the ~~commissioner~~ **CEO** may be distributed to suppliers within this
18 state.

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

24 (6) Each manufacturer shall submit to the ~~bureau~~ **CORPORATION**
25 a report as required by the ~~commissioner~~ **CEO** regarding the sale
26 of numeral **GAME** tickets to suppliers.

27 Sec. 12. The ~~bureau~~ **CORPORATION** shall enforce and supervise

1 the administration of this act. The ~~commissioner~~CEO shall employ
2 personnel as necessary to implement this act.

3 Sec. 13. The ~~commissioner~~CEO shall promulgate rules
4 pursuant to the administrative procedures act of 1969, 1969 PA
5 306, MCL 24.201 to 24.328, to implement this act.

6 Sec. 14. (1) Each licensee shall keep a record of each event
7 as required by the ~~commissioner~~CEO. The record and all financial
8 accounts into which proceeds from events licensed under this act
9 are deposited or transferred shall be open to inspection by a
10 duly authorized representative of the ~~bureau~~CEO during
11 reasonable business hours.

12 (2) Each licensee shall file with the ~~commissioner~~CEO a
13 financial statement signed by the principal officer of the
14 qualified organization of receipts and expenses related to the
15 conduct of each event as ~~may be~~required by rule promulgated
16 under this act. If the revenue from a bingo game, millionaire
17 party, raffle, numeral game, or charity game is represented to be
18 used or applied by a licensee for a charitable purpose, the
19 licensee shall file a copy of the financial statement with the
20 attorney general under the supervision of trustees for charitable
21 purposes act, 1961 PA 101, MCL 14.251 to 14.266.

22 (3) The location at which events licensed under this act are
23 conducted or at which an applicant or licensee intends to conduct
24 an event licensed under this act shall be open **AT ALL TIMES** to
25 inspection ~~at all times~~ by a ~~duly~~**AN** authorized representative of
26 the ~~bureau~~**CORPORATION** or ~~by~~ the **DEPARTMENT OF** state police or a
27 peace officer of a political subdivision of this state.

1 Sec. 15. ~~Annually the commissioner~~ **THE CEO** shall report
2 **ANNUALLY** to the governor and the legislature about the operation
3 of events licensed under this act ~~within~~ **IN** this state, abuses
4 that the ~~bureau~~ **CORPORATION** may have encountered, and
5 recommendations for changes ~~in~~ **TO** this act.

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

13 (2) A proceeding to suspend or revoke a license shall be
14 considered a contested case and shall be governed by the
15 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
16 24.328.

17 (3) Upon petition of the ~~commissioner~~ **CEO**, the circuit court
18 after a hearing may issue subpoenas to compel the attendance of
19 witnesses and the production of documents, papers, books,
20 records, and other evidence before it in a matter over which it
21 has jurisdiction, control, or supervision. If a person subpoenaed
22 **UNDER THIS SUBSECTION** to attend ~~in any such~~ **A** proceeding or
23 hearing fails to obey ~~the command of~~ the subpoena without
24 reasonable cause, or if a person ~~in attendance in any such~~
25 **SUBPOENAED UNDER THIS SUBSECTION TO ATTEND A** proceeding or
26 hearing refuses, without lawful cause, to be examined or to
27 answer a legal or pertinent question or to exhibit a book,

1 account, record, or other document when ordered to do so by the
2 court, ~~that~~**THE** person may be punished ~~as a~~**FOR** contempt of ~~the~~
3 court.

4 (4) With approval of the ~~commissioner~~**CEO**, a **BINGO** hall
5 licensee, in lieu of a suspension of its license, may elect to
6 pay a fine equal to the amount of rent that would have been paid
7 by the bingo licensees during the period of the suspension. This
8 fine shall be paid to the ~~bureau~~**CORPORATION** on or before the
9 date agreed to in the suspension agreement entered into by the
10 ~~bureau~~**CORPORATION** and the **BINGO** hall licensee.

11 Enacting section 1. This amendatory act takes effect October
12 1, 2010.

13 Enacting section 2. This amendatory act does not take effect
14 unless Senate Bill No. ____ or House Bill No. 6341(request no.
15 07160'10) of the 95th Legislature is enacted into law.