

SUBSTITUTE FOR
HOUSE BILL NO. 4293

A bill to amend 1972 PA 382, entitled
"Traxler-McCauley-Law-Bowman bingo act,"
(MCL 432.101 to 432.120) by adding article 2.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

ARTICLE 2

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

(A) "BONA FIDE MEMBER" MEANS A MEMBER WHO PARTICIPATES IN THE
QUALIFIED ORGANIZATION TO FURTHER ITS LAWFUL PURPOSES AND THE
SPOUSE OF SUCH A MEMBER.

(B) "DEALER" MEANS AN INDIVIDUAL WHO DOES ANY OF THE FOLLOWING
IN A MILLIONAIRE PARTY GAME:

(i) PERFORMS THE ACT OF DEALING.

(ii) ASSISTS IN SUPERVISING THE DEALERS.

(iii) PROVIDES TECHNICAL ADVICE TO THE MILLIONAIRE PARTY

1 CHAIRPERSON.

2 (C) "DEMARCATED AREA" MEANS THE PHYSICAL AREA IN WHICH GAMING
3 IS CONDUCTED AT AN EVENT.

4 (D) "LAWFUL PURPOSE" MEANS 1 OR MORE OF THE AUTHORIZED
5 PURPOSES STATED IN THE QUALIFIED ORGANIZATION'S WRITTEN BYLAWS,
6 CONSTITUTION, CHARTER, OR ARTICLES OF INCORPORATION THAT ARE ON
7 FILE WITH THE EXECUTIVE DIRECTOR.

8 (E) "LESSOR" MEANS A PERSON WHO RENTS A LOCATION TO A
9 MILLIONAIRE PARTY LICENSEE FOR THE PURPOSE OF CONDUCTING AN EVENT.

10 (F) "LOCATION OWNER" MEANS THE PERSON THAT OWNS A LOCATION OR
11 AN EMPLOYEE OR AGENT OF THE PERSON.

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

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

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

20 (A) THE NAME AND ADDRESS OF THE APPLICANT.

21 (B) THE NAME AND ADDRESS OF EACH OFFICER OF THE APPLICANT.

22 (C) THE NAME OF EACH INDIVIDUAL WHO WILL SERVE AS A DEALER AT
23 THE EVENT AND, AS TO EACH INDIVIDUAL, WHETHER THE INDIVIDUAL HAS
24 BEEN CONVICTED OF, FORFEITED BOND ON A CHARGE OF, OR PLED GUILTY TO
25 ANY OF THE FOLLOWING:

26 (i) A FELONY.

27 (ii) A GAMBLING OFFENSE.

1 (iii) CRIMINAL FRAUD.

2 (iv) FORGERY.

3 (v) LARCENY.

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

5 (D) THE LOCATION AT WHICH THE APPLICANT WILL CONDUCT THE
6 EVENT.

7 (E) A DESCRIPTION OF THE DEMARCATED AREA FOR THE EVENT AND AN
8 EXPLANATION OF HOW THE DEMARCATED AREA WILL BE MARKED.

9 (F) THE DATES OF THE EVENT.

10 (G) SUFFICIENT FACTS RELATING TO THE APPLICANT'S INCORPORATION
11 OR ORGANIZATION TO ENABLE THE EXECUTIVE DIRECTOR TO DETERMINE
12 WHETHER THE APPLICANT IS A QUALIFIED ORGANIZATION.

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

15 (I) OTHER INFORMATION THE EXECUTIVE DIRECTOR CONSIDERS
16 NECESSARY.

17 SEC. 34. (1) IF THE EXECUTIVE DIRECTOR DETERMINES THAT AN
18 APPLICANT FOR A MILLIONAIRE PARTY LICENSE IS A QUALIFIED
19 ORGANIZATION AND THAT BOTH OF THE FOLLOWING APPLY, THE EXECUTIVE
20 DIRECTOR SHALL ISSUE A MILLIONAIRE PARTY LICENSE TO THE APPLICANT:

21 (A) THE APPLICANT HAS PAID TO THE EXECUTIVE DIRECTOR A FEE OF
22 \$50.00 PER DAY THAT THE APPLICANT PROPOSES TO CONDUCT THE
23 MILLIONAIRE PARTY.

24 (B) THERE IS NO REASON TO DENY THE ISSUANCE OF THE LICENSE
25 UNDER SECTION 18.

26 (2) UNDER EXTREME HARDSHIP CONDITIONS AS DETERMINED BY THE
27 EXECUTIVE DIRECTOR, THE EXECUTIVE DIRECTOR MAY WAIVE 1 OR MORE OF

1 THE REQUIREMENTS UNDER SECTION 3A(D) FOR A PERSON TO BE A QUALIFIED
2 ORGANIZATION AND ISSUE A MILLIONAIRE PARTY LICENSE TO THE PERSON IF
3 ALL OF THE FOLLOWING CONDITIONS ARE MET:

4 (A) THE PERSON IS A NONPROFIT ORGANIZATION.

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

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

11 (D) THE PERSON HAS COMPLIED AND WILL COMPLY WITH ALL OTHER
12 PROVISIONS OF THIS ARTICLE AND RULES PROMULGATED UNDER THIS
13 ARTICLE.

14 (3) UNDER EXTREME HARDSHIP CONDITIONS AS DETERMINED BY THE
15 EXECUTIVE DIRECTOR, THE EXECUTIVE DIRECTOR MAY ALLOW AN INDIVIDUAL
16 OR A GROUP OF INDIVIDUALS TO OBTAIN A LICENSE TO CONDUCT A
17 MILLIONAIRE PARTY IF ALL OF THE FOLLOWING 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 FOR
20 A CHARITABLE PURPOSE, ORGANIZATION, OR CAUSE.

21 (B) NONE OF THE INDIVIDUALS CONNECTED WITH THE MANAGEMENT OF
22 THE EVENT IS COMPENSATED IN ANY MANNER FOR HIS OR HER
23 PARTICIPATION.

24 (C) THE INDIVIDUAL OR GROUP OF INDIVIDUALS HAS COMPLIED AND
25 WILL COMPLY WITH ALL OTHER PROVISIONS OF THIS ARTICLE AND THE RULES
26 PROMULGATED UNDER THIS ARTICLE.

27 (4) A QUALIFIED ORGANIZATION MAY BE ISSUED UP TO 4 MILLIONAIRE

1 PARTY LICENSES IN 1 CALENDAR YEAR. EACH LICENSE IS VALID FOR ONLY 1
2 LOCATION AS STATED ON THE LICENSE.

3 (5) A MILLIONAIRE PARTY LICENSE MAY BE ISSUED FOR UP TO 4
4 CONSECUTIVE DAYS.

5 (6) THE EXECUTIVE DIRECTOR SHALL NOT ISSUE MORE THAN 1
6 MILLIONAIRE PARTY LICENSE TO A QUALIFIED ORGANIZATION FOR ANY 1
7 DAY.

8 (7) THE EXECUTIVE DIRECTOR SHALL NOT ISSUE MILLIONAIRE PARTY
9 LICENSES THAT WOULD ALLOW MORE THAN 2 EVENTS TO BE CONDUCTED AT A
10 LOCATION ON THE SAME DATE.

11 (8) THE EXECUTIVE DIRECTOR SHALL NOT ISSUE MILLIONAIRE PARTY
12 LICENSES THAT WOULD ALLOW MORE THAN 4 EVENTS TO BE CONDUCTED AT A
13 LOCATION IN 1 WEEK.

14 (9) A MILLIONAIRE PARTY LICENSE MUST STATE THAT FOR EACH DAY
15 ON WHICH THE MILLIONAIRE PARTY IS TO BE CONDUCTED, THE LICENSEE MAY
16 CONDUCT GAMING UNDER THE LICENSE BETWEEN THE HOURS OF 8 A.M. ON
17 THAT DAY AND 2 A.M. ON THE FOLLOWING DAY.

18 SEC. 35. (1) A MILLIONAIRE PARTY LICENSEE SHALL COMPLY WITH
19 THIS ARTICLE AND THE RULES PROMULGATED UNDER THIS ARTICLE.

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

22 (3) A MILLIONAIRE PARTY LICENSE IS NOT ASSIGNABLE OR
23 TRANSFERRABLE, AND A LICENSEE SHALL NOT ASSIGN OR TRANSFER A
24 MILLIONAIRE PARTY LICENSE.

25 SEC. 36. (1) A MILLIONAIRE PARTY LICENSEE MAY ADVERTISE THE
26 EVENT IF THE ADVERTISING COMPLIES WITH RULES PROMULGATED UNDER THIS
27 ARTICLE.

1 (2) AN ADVERTISEMENT UNDER THIS SECTION MUST STATE THE
2 PURPOSES FOR WHICH THE PROCEEDS FROM THE EVENT WILL BE USED.

3 SEC. 37. (1) A MILLIONAIRE PARTY LICENSEE SHALL NOT ENTER INTO
4 AN AGREEMENT WITH A LOCATION OWNER OR LESSOR UNLESS THE AGREEMENT
5 IS EXPRESSED IN A WRITTEN RENTAL AGREEMENT THAT IS APPROVED BY THE
6 EXECUTIVE DIRECTOR.

7 (2) A LOCATION OWNER OR LESSOR, A PARTNER, MEMBER, DIRECTOR,
8 OFFICER, AGENT, OR EMPLOYEE OF A LOCATION OWNER OR LESSOR, A
9 SHAREHOLDER OF A PRIVATELY HELD CORPORATION THAT IS A LOCATION
10 OWNER OR LESSOR, OR A PERSON RESIDING IN THE SAME HOUSEHOLD AS ANY
11 OF THESE SHALL NOT DO ANY OF THE FOLLOWING:

12 (A) BE AN OFFICER OF A QUALIFIED ORGANIZATION CONDUCTING A
13 MILLIONAIRE PARTY AT THE LOCATION.

14 (B) PARTICIPATE AS A PLAYER IN ANY EVENT BEING CONDUCTED AT
15 THE LOCATION.

16 (C) PARTICIPATE IN ANY ASPECT OF AN EVENT BEING CONDUCTED AT
17 THE LOCATION, INCLUDING PROVIDING DEALERS, EQUIPMENT, OR WORKERS,
18 UNLESS ALL OF THE FOLLOWING CONDITIONS EXIST:

19 (i) THE LOCATION IS OWNED OR RENTED BY A QUALIFIED
20 ORGANIZATION AND USED BY THE QUALIFIED ORGANIZATION ON A CONTINUAL
21 BASIS FOR THE REGULAR USE OF ITS MEMBERS.

22 (ii) THE QUALIFIED ORGANIZATION IS THE MILLIONAIRE PARTY
23 LICENSEE AND IS CONDUCTING THE EVENT.

24 (iii) THE EXECUTIVE DIRECTOR HAS GRANTED A WAIVER FOR THE
25 PARTICIPATION.

26 SEC. 38. A MILLIONAIRE PARTY LICENSEE SHALL ONLY CONDUCT AN
27 EVENT WITH EQUIPMENT THAT IT OWNS, RENTS FROM ANOTHER QUALIFIED

1 ORGANIZATION UNDER A RENTAL AGREEMENT APPROVED BY THE EXECUTIVE
2 DIRECTOR, OR PURCHASES OR RENTS FROM A SUPPLIER.

3 SEC. 39. (1) A MILLIONAIRE PARTY LICENSEE SHALL USE ONLY THE
4 FOLLOWING AS DEALERS AT AN EVENT:

5 (A) A BONA FIDE MEMBER.

6 (B) AN EMPLOYEE OF A SUPPLIER.

7 (2) AN INDIVIDUAL SHALL NOT ACT AS A DEALER IF THE INDIVIDUAL
8 HAS BEEN CONVICTED OF, FORFEITED BOND ON A CHARGE OF, OR PLED
9 GUILTY TO ANY OF THE FOLLOWING OFFENSES:

10 (A) A FELONY.

11 (B) A GAMBLING OFFENSE.

12 (C) CRIMINAL FRAUD.

13 (D) FORGERY.

14 (E) LARCENY.

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

16 (3) AN INDIVIDUAL WHO IS NOT LISTED AS A DEALER ON THE
17 APPLICATION FOR A MILLIONAIRE PARTY LICENSE SHALL NOT ACT AS A
18 DEALER AT AN EVENT CONDUCTED UNDER THE LICENSE.

19 (4) A MILLIONAIRE PARTY LICENSEE SHALL ENSURE THAT THE DEALERS
20 AT AN EVENT CONDUCTED UNDER THE LICENSE COMPLY WITH THIS ARTICLE,
21 RULES PROMULGATED UNDER THIS ARTICLE, AND ANY DIRECTIVES OF THE
22 EXECUTIVE DIRECTOR.

23 SEC. 40. (1) AT LEAST 2 BONA FIDE MEMBERS OF THE MILLIONAIRE
24 PARTY LICENSEE, NOT INCLUDING ANY BONA FIDE MEMBER ACTING AS A
25 DEALER, MUST BE PRESENT AT ALL TIMES DURING AN EVENT.

26 (2) IF FEWER THAN 2 BONA FIDE MEMBERS ARE PRESENT AT ANY TIME
27 DURING AN EVENT, THE MILLIONAIRE PARTY LICENSEE SHALL IMMEDIATELY

1 REPORT THIS TO THE EXECUTIVE DIRECTOR. THE EXECUTIVE DIRECTOR MAY
2 REQUIRE THE LICENSEE TO STOP CONDUCTING THE EVENT.

3 (3) ONE OF THE BONA FIDE MEMBERS LISTED ON THE APPLICATION FOR
4 THE MILLIONAIRE PARTY LICENSE SHALL ACT AS THE MILLIONAIRE PARTY
5 CHAIRPERSON. AN INDIVIDUAL SHALL NOT SERVE AS CHAIRPERSON OF
6 MILLIONAIRE PARTIES CONDUCTED BY MORE THAN 1 QUALIFIED ORGANIZATION
7 DURING A CALENDAR YEAR.

8 (4) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE WHO IS
9 PRESENT AT THE EVENT SHALL WEAR A VEST, BUTTON, OR OTHER
10 DISTINCTIVE APPAREL TO IDENTIFY THE MEMBER AS A MEMBER OF THE
11 MILLIONAIRE PARTY LICENSEE AND AS NOT BEING AN EMPLOYEE OR AGENT OF
12 THE LOCATION OWNER, LESSOR, OR SUPPLIER.

13 (5) UNLESS PERMITTED BY THIS ACT, A RULE PROMULGATED UNDER
14 THIS ARTICLE, OR WRITTEN AUTHORIZATION OF THE EXECUTIVE DIRECTOR,
15 ONLY A BONA FIDE MEMBER OF THE MILLIONAIRE PARTY LICENSEE MAY
16 PERFORM ANY OF THE FOLLOWING DUTIES AT AN EVENT CONDUCTED UNDER THE
17 LICENSE:

18 (A) MONITORING A GAME OR VERIFYING THAT THE GAME IS CONDUCTED
19 IN CONFORMANCE WITH THE RULES OF THE GAME.

20 (B) VERIFYING THE AGE OF A PLAYER.

21 (6) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE SHALL
22 NOT PLAY A GAME AT AN EVENT AT WHICH THE MEMBER IS WORKING OR
23 ASSISTING.

24 (7) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE SHALL
25 NOT SHARE IN A PRIZE AWARDED AT AN EVENT AT WHICH THE MEMBER IS
26 WORKING OR ASSISTING.

27 (8) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE SHALL

1 NOT PURCHASE, PLAY, OR ACCEPT A CHARITY GAME TICKET OR NUMERAL GAME
2 TICKET OFFERED FOR SALE BY THE LICENSEE AT AN EVENT AT WHICH THE
3 MEMBER IS WORKING OR ASSISTING.

4 (9) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE SHALL
5 NOT SPLIT A PRIZE WITH A PLAYER OR ACCEPT A TIP OF ANY KIND AT AN
6 EVENT CONDUCTED UNDER THE LICENSE, UNLESS THE TIP IS A CASH TIP
7 GIVEN TO THE MEMBER FOR SERVING AS A DEALER AT THE EVENT.

8 SEC. 41. (1) A MILLIONAIRE PARTY LICENSEE SHALL ENSURE THAT AN
9 EVENT CONDUCTED UNDER THE LICENSE IS CONDUCTED IN COMPLIANCE WITH
10 THIS ARTICLE AND THE RULES PROMULGATED UNDER THIS ARTICLE.

11 (2) A MILLIONAIRE PARTY LICENSEE SHALL POST THE LICENSE SO
12 THAT IT IS CONSPICUOUSLY VISIBLE AT THE LOCATION WHERE THE EVENT IS
13 BEING CONDUCTED AT ALL TIMES DURING THE EVENT.

14 (3) A MILLIONAIRE PARTY LICENSEE SHALL NOT CONDUCT GAMING
15 UNDER THE LICENSE ANYWHERE OUTSIDE OF THE DEMARCATED AREA APPROVED
16 BY THE EXECUTIVE DIRECTOR.

17 (4) A MILLIONAIRE PARTY LICENSEE SHALL ENSURE THAT ACCESS TO
18 THE DEMARCATED AREA IS CONTROLLED.

19 (5) A MILLIONAIRE PARTY LICENSEE SHALL NOT ALLOW AN INDIVIDUAL
20 WHO IS LESS THAN 18 YEARS OLD TO ENTER THE DEMARCATED AREA WHEN
21 GAMING IS BEING CONDUCTED THERE.

22 (6) IF ALCOHOLIC BEVERAGES ARE SERVED AT AN EVENT, AN
23 INDIVIDUAL IN THE DEMARCATED AREA WHO IS 18 YEARS OLD OR OLDER BUT
24 LESS THAN 21 YEARS OLD MUST BE IDENTIFIED BY WEARING A MARK
25 INDICATING THAT A MEMBER OR AGENT OF THE MILLIONAIRE PARTY LICENSEE
26 HAS VERIFIED THE INDIVIDUAL'S AGE AND IDENTIFICATION.

27 (7) A MILLIONAIRE PARTY LICENSEE SHALL NOT ALLOW WAGERING AT

1 AN EVENT HELD UNDER THE LICENSE OTHER THAN WAGERING ON A GAME OF
2 CHANCE THAT TAKES PLACE AT THE LOCATION DURING THE EVENT. THE
3 LICENSEE SHALL NOT ALLOW A WAGER TO BE PLACED AT THE EVENT ON AN
4 ATHLETIC EVENT OR A GAME INVOLVING PERSONAL SKILL.

5 (8) A MILLIONAIRE PARTY LICENSEE SHALL NOT RECEIVE MORE THAN
6 \$20,000.00 IN EXCHANGE FOR IMITATION MONEY OR CHIPS ON ANY DAY
7 UNDER THE LICENSE. HOWEVER, IF THE LICENSEE CONDUCTS THE
8 MILLIONAIRE PARTY WITHOUT USING DEALERS FROM A SUPPLIER AND OWNS
9 THE LOCATION AT WHICH THE MILLIONAIRE PARTY IS HELD AND IF THE
10 LICENSE IS FOR FEWER THAN 4 DAYS OF GAMING, THE DAILY LIMIT UNDER
11 THIS SUBSECTION IS DETERMINED BY DIVIDING \$80,000.00 BY THE NUMBER
12 OF DAYS OF GAMING ALLOWED UNDER THE LICENSE.

13 SEC. 42. (1) A MILLIONAIRE PARTY LICENSEE SHALL NOT PAY AN
14 EXPENSE RELATED TO AN EVENT UNLESS ALL OF THE FOLLOWING APPLY:

15 (A) THE EXPENSE IS INCURRED IN CONNECTION WITH THE CONDUCT OF
16 THE EVENT.

17 (B) THE EXPENSE IS NECESSARY AND REASONABLE AND FALLS INTO 1
18 OF THE FOLLOWING CATEGORIES OF EXPENSE:

19 (i) THE PURCHASE OR RENTAL OF EQUIPMENT NECESSARY FOR
20 CONDUCTING THE EVENT AND PAYMENT OF SERVICES REASONABLY NECESSARY
21 FOR THE REPAIR OF EQUIPMENT.

22 (ii) CASH PRIZES OR THE PURCHASE OF PRIZES OF MERCHANDISE.

23 (iii) RENTAL OF THE LOCATION AT WHICH THE EVENT IS CONDUCTED.

24 (iv) JANITORIAL SERVICES.

25 (v) THE FEE REQUIRED FOR ISSUANCE OR REISSUANCE OF A LICENSE
26 TO CONDUCT THE EVENT.

27 (vi) OTHER REASONABLE EXPENSES INCURRED BY THE LICENSEE, NOT

1 INCONSISTENT WITH THIS ACT, AS PERMITTED BY RULE PROMULGATED UNDER
2 THIS ARTICLE.

3 (C) THE EXPENSE IS ITEMIZED.

4 (D) THE EXPENSE IS APPROVED BY THE EXECUTIVE DIRECTOR IN
5 WRITING BEFORE THE EVENT.

6 (2) A MILLIONAIRE PARTY LICENSEE SHALL NOT ACCEPT ANY
7 COMPENSATION IN CONNECTION WITH AN EVENT UNLESS THE COMPENSATION IS
8 EXPRESSLY AUTHORIZED BY THIS ARTICLE OR A RULE PROMULGATED UNDER
9 THIS ARTICLE.

10 (3) A MILLIONAIRE PARTY LICENSEE SHALL NOT EXPEND MORE THAN
11 45% OF THE GROSS PROFIT FROM AN EVENT TO PAY EXPENSES INCURRED IN
12 CONNECTION WITH THE EVENT.

13 (4) A PERSON SHALL NOT ACCEPT ANY COMMISSION, SALARY, PAY,
14 PROFIT, OR WAGE FOR PARTICIPATING IN THE MANAGEMENT OR OPERATION OF
15 A MILLIONAIRE PARTY EXCEPT AS ALLOWED UNDER A RULE PROMULGATED
16 UNDER THIS ARTICLE.

17 SEC. 43. (1) A MILLIONAIRE PARTY LICENSEE SHALL KEEP A RECORD
18 OF EACH EVENT AS REQUIRED BY THE EXECUTIVE DIRECTOR.

19 (2) THE MILLIONAIRE PARTY LICENSEE SHALL ALLOW AN AUTHORIZED
20 REPRESENTATIVE OF THE EXECUTIVE DIRECTOR TO INSPECT DURING
21 REASONABLE BUSINESS HOURS A RECORD KEPT UNDER SUBSECTION (1) AND
22 ALL FINANCIAL ACCOUNTS INTO WHICH PROCEEDS FROM THE EVENT ARE
23 DEPOSITED OR TRANSFERRED.

24 (3) A MILLIONAIRE PARTY LICENSEE SHALL FILE WITH THE EXECUTIVE
25 DIRECTOR A FINANCIAL STATEMENT SIGNED BY THE PRINCIPAL OFFICER OF
26 THE QUALIFIED ORGANIZATION. THE FINANCIAL STATEMENT MUST CONTAIN A
27 LIST OF THE QUALIFIED MEMBERS OF THE MILLIONAIRE PARTY LICENSEE WHO

1 WERE PRESENT AS TO EACH EVENT AND A DISCLOSURE OF RECEIPTS AND
2 EXPENSES RELATED TO THE CONDUCT OF EACH EVENT AS REQUIRED BY RULE
3 PROMULGATED UNDER THIS ARTICLE. IF THE REVENUE FROM A MILLIONAIRE
4 PARTY IS REPRESENTED TO BE USED OR APPLIED BY A MILLIONAIRE PARTY
5 LICENSEE FOR A CHARITABLE PURPOSE, THE LICENSEE SHALL FILE A COPY
6 OF THE FINANCIAL STATEMENT WITH THE ATTORNEY GENERAL UNDER THE
7 SUPERVISION OF TRUSTEES FOR CHARITABLE PURPOSES ACT, 1961 PA 101,
8 MCL 14.251 TO 14.266.

9 (4) A MILLIONAIRE PARTY LICENSEE AND A LOCATION OWNER OR
10 LESSEE SHALL ALLOW AN AUTHORIZED REPRESENTATIVE OF THE EXECUTIVE
11 DIRECTOR OR THE STATE POLICE OR A PEACE OFFICER OF A POLITICAL
12 SUBDIVISION IN WHICH THE EVENT IS BEING CONDUCTED TO INSPECT THE
13 LOCATION, OR AN INTENDED LOCATION, DURING BUSINESS HOURS.

14 SEC. 46. (1) A PERSON THAT APPLIES FOR A LICENSE OR RENEWAL OF
15 A LICENSE TO OPERATE AS A SUPPLIER TO MILLIONAIRE PARTY LICENSEES
16 SHALL SUBMIT A WRITTEN APPLICATION TO THE EXECUTIVE DIRECTOR ON A
17 FORM PRESCRIBED BY THE EXECUTIVE DIRECTOR.

18 (2) AN APPLICANT UNDER THIS SECTION SHALL PAY AN ANNUAL
19 LICENSE FEE OF \$300.00 AT THE TIME OF THE APPLICATION.

20 (3) IF AN APPLICANT UNDER THIS SECTION WISHES TO PROVIDE
21 DEALERS TO MILLIONAIRE PARTY LICENSEES, THE PERSON SHALL INCLUDE
22 WITH ITS APPLICATION A LIST CONTAINING THE NAME OF EACH INDIVIDUAL
23 WHO WILL WORK FOR THE PERSON AS A DEALER AT MILLIONAIRE PARTIES
24 AND, AS TO EACH INDIVIDUAL, WHETHER THE INDIVIDUAL HAS BEEN
25 CONVICTED OF, FORFEITED BOND ON A CHARGE OF, OR PLED GUILTY TO ANY
26 OF THE FOLLOWING:

27 (A) A FELONY.

1 (B) A GAMBLING OFFENSE.

2 (C) CRIMINAL FRAUD.

3 (D) FORGERY.

4 (E) LARCENY.

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

6 (4) IF, AFTER THE APPLICATION IS SUBMITTED AS DESCRIBED IN
7 SUBSECTION (1) OR AFTER THE SUPPLIERS LICENSE IS ISSUED, THERE ARE
8 ANY CHANGES IN THE INDIVIDUALS WHO WILL WORK FOR THE SUPPLIER AS
9 DEALERS AT MILLIONAIRE PARTIES, THE APPLICANT OR SUPPLIER SHALL
10 IMMEDIATELY PROVIDE AN UPDATED LIST CONTAINING ALL OF THE
11 INFORMATION REQUIRED UNDER SUBSECTION (3).

12 (5) A SUPPLIER LICENSED UNDER THIS SECTION SHALL SUBMIT TO THE
13 EXECUTIVE DIRECTOR REPORTS AS REQUIRED BY THE EXECUTIVE DIRECTOR
14 REGARDING THE SUPPLIER'S ACTIVITIES UNDER THIS ARTICLE.

15 (6) A SUPPLIER'S LICENSE EXPIRES AT 12 MIDNIGHT ON SEPTEMBER
16 30 OF EACH YEAR.

17 SEC. 48. (1) THE EXECUTIVE DIRECTOR SHALL ENFORCE AND
18 SUPERVISE THE ADMINISTRATION OF THIS ARTICLE. THE EXECUTIVE
19 DIRECTOR SHALL EMPLOY PERSONNEL AS NECESSARY TO IMPLEMENT THIS
20 ARTICLE.

21 (2) THE EXECUTIVE DIRECTOR MAY SELECT FRATERNAL ORGANIZATIONS
22 THAT CONDUCT MILLIONAIRE PARTIES AND THAT ARE NOT A BRANCH, LODGE,
23 OR CHAPTER OF A NATIONAL OR STATE ORGANIZATION TO AUDIT TO ENSURE
24 THAT THE ORGANIZATIONS ARE IN COMPLIANCE WITH THIS ACT.

25 SEC. 49. (1) ANY RULES PROMULGATED BY THE EXECUTIVE DIRECTOR
26 UNDER THIS ACT BEFORE THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT
27 ADDED THIS ARTICLE ARE RESCINDED.

1 (2) THE EXECUTIVE DIRECTOR SHALL PROMULGATE RULES PURSUANT TO
2 THE ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.201
3 TO 24.328, TO IMPLEMENT THIS ARTICLE.

4 SEC. 50. (1) THE EXECUTIVE DIRECTOR MAY DENY, SUSPEND,
5 SUMMARILY SUSPEND, OR REVOKE ANY LICENSE ISSUED UNDER THIS ARTICLE
6 IF THE LICENSEE OR AN OFFICER, DIRECTOR, AGENT, MEMBER, OR EMPLOYEE
7 OF THE LICENSEE VIOLATES THIS ARTICLE OR A RULE PROMULGATED UNDER
8 THIS ARTICLE. THE EXECUTIVE DIRECTOR MAY SUMMARILY SUSPEND A
9 LICENSE FOR A PERIOD OF NOT MORE THAN 60 DAYS PENDING PROSECUTION,
10 INVESTIGATION, OR PUBLIC HEARING.

11 (2) A PROCEEDING TO SUSPEND OR REVOKE A LICENSE IS A CONTESTED
12 CASE AND MUST BE CONDUCTED IN ACCORDANCE WITH THE ADMINISTRATIVE
13 PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.201 TO 24.328.

14 (3) ON PETITION OF THE EXECUTIVE DIRECTOR, THE CIRCUIT COURT
15 AFTER A HEARING MAY ISSUE SUBPOENAS TO COMPEL THE ATTENDANCE OF
16 WITNESSES AND THE PRODUCTION OF DOCUMENTS, PAPERS, BOOKS, RECORDS,
17 AND OTHER EVIDENCE BEFORE IT IN A MATTER OVER WHICH THE EXECUTIVE
18 DIRECTOR HAS JURISDICTION, CONTROL, OR SUPERVISION UNDER THIS
19 ARTICLE. IF A PERSON SUBPOENAED TO ATTEND IN ANY SUCH PROCEEDING OR
20 HEARING FAILS TO OBEY THE COMMAND OF THE SUBPOENA WITHOUT
21 REASONABLE CAUSE, OR IF A PERSON IN ATTENDANCE IN ANY SUCH
22 PROCEEDING OR HEARING REFUSES, WITHOUT LAWFUL CAUSE, TO BE EXAMINED
23 OR TO ANSWER A LEGAL OR PERTINENT QUESTION OR TO EXHIBIT A BOOK,
24 ACCOUNT, RECORD, OR OTHER DOCUMENT WHEN ORDERED TO DO SO BY THE
25 COURT, THE PERSON MAY BE PUNISHED AS BEING IN CONTEMPT OF THE
26 COURT.

27 SEC. 51. THE EXECUTIVE DIRECTOR SHALL REPORT ANNUALLY TO THE

1 GOVERNOR AND THE LEGISLATURE ABOUT THE OPERATION OF EVENTS LICENSED
2 UNDER THIS ARTICLE, ABUSES THAT THE EXECUTIVE DIRECTOR MAY HAVE
3 ENCOUNTERED, AND RECOMMENDATIONS FOR CHANGES IN THIS ACT.

4 Enacting section 1. This amendatory act does not take effect
5 unless Senate Bill No. 187 of the 98th Legislature is enacted into
6 law.