SUBSTITUTE FOR HOUSE BILL NO. 4908

A bill to amend 1972 PA 382, entitled "Traxler-McCauley-Law-Bowman bingo act,"

by amending section 7a (MCL 432.107a), as amended by 1999 PA 108, and by adding sections 7e and 7f.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 7a. (1) All charity game tickets used in the conduct of a charity game shall must be purchased by the qualified organization from the bureau or a supplier.
 - (2) The bureau shall determine the number of charity game tickets that constitute a charity game.
- (3) The bureau shall determine the price at which the a
 qualified organization shall may resell each a charity game ticket
 and shall have that price printed on each charity game ticket.



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- 1 (4) The bureau or a supplier shall sell charity game tickets 2 to a qualified organization that is eligible to conduct a charity 3 game at a percentage, to be determined by the bureau, of the gross 4 revenues that are realized by the resale of all the charity game 5 tickets for that game at the price established by the bureau.
 - (5) The Except as otherwise provided in section 7e, a qualified organization shall retain 60% and the bureau shall retain 40% of the money obtained from the sale of charity game tickets.
 - (6) A qualified organization that conducts a charity game shall be is solely responsible for paying prizes won by purchasers of winning charity game tickets.
 - (7) When all charity game tickets for a single charity game are resold, prizes distributed shall must have an aggregate value of, as near as practicable, not less than 60% of the resale value of all the charity game tickets for that charity game.
 - (8) The bureau shall determine the number of winning charity game tickets provided on a random basis for resale for any 1 charity game and shall establish the value of the prize won by each winning charity game ticket.
- 20 (9) A charity game ticket shall must not have a price for21 resale by a qualified organization of less than 30 cents.
 - (10) The Except as otherwise provided in section 7e, the bureau shall have a bureau control number for identification purposes imprinted upon on each charity game ticket.
 - (11) A—The value of prizes awarded for a charity game shall must not be included within—in the prize limitations of a licensed bingo game or millionaire party in conjunction with which the charity game is held.
- 29 (12) A person shall not sell a charity game ticket shall not

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- 1 be sold to a person under to an individual who is less than 18
- 2 years of age. This subsection shall does not prohibit the purchase
- **3** of a charity game ticket by a person an individual who is 18 years
- 4 of age or older for the purpose of making a gift to a person under
- 5 an individual who is less than 18 years of age, and shall does not
- 6 prohibit a person under an individual who is less than 18 years of
- 7 age from receiving a prize or prizes won in a charity game
- 8 conducted pursuant to under this act.
- 9 Sec. 7e. (1) A qualified organization that holds a charity
- 10 game license may conduct a charity game using a charity game ticket
- 11 dispenser that reads each ticket and displays the results in video
- 12 animation. The bureau shall purchase the charity game ticket
- 13 dispensers described in this section. The bureau shall retain 40%
- 14 of the money obtained from the sale of charity game tickets under
- 15 this section.
- 16 (2) The net proceeds as described in section 9 from the sale
- 17 of charity game tickets under this section must be allocated as
- 18 follows:
- 19 (a) 50% to the qualified organization that conducted the
- 20 charity game.
- 21 (b) 50% to the charity game veterans fund created in section
- 22 7f.
- Sec. 7f. (1) The charity game veterans fund is created within
- 24 the state treasury.
- 25 (2) The state treasurer may receive money or other assets from
- 26 any source for deposit into the fund. The state treasurer shall
- 27 direct the investment of the fund. The state treasurer shall credit
- 28 to the fund interest and earnings from fund investments.
- 29 (3) Money in the fund at the close of the fiscal year must

- 1 remain in the fund and must not lapse to the general fund.
- 2 (4) The department of treasury is the administrator of the 3 fund for auditing purposes.
- 4 (5) The department of treasury shall expend money from the
- 5 fund, on appropriation, to maintain the charity game ticket
- 6 dispensers described section 7e and to provide grants to the
- 7 National Guard Association of Michigan. However, if the amount
- 8 allocated to the fund exceeds \$4,000,000.00 in a fiscal year, the
- 9 amount in excess of \$4,000,000.00 must be allocated as follows:
- 10 (a) To reimburse local taxing units that bear the loss of
- 11 revenue by the disabled veteran tax exemption under section 7b of
- 12 the general property tax act, 1893 PA 206, MCL 211.7b.
- 13 (b) Any remaining amount after the reimbursement under
- 14 subdivision (a) as follows:
- 15 (i) 50% to county veteran affairs offices.
- 16 (ii) 50% to the Michigan veterans' trust fund to be used for
- 17 pilot programs to prevent suicide of veterans.

