

**TRAXLER-MCCAULEY-LAW-BOWMAN BINGO ACT (EXCERPT)**  
**Act 382 of 1972**

**432.142 Payment of expenses; compensation.**

Sec. 42. (1) A millionaire party licensee shall not pay an expense related to an event unless all of the following apply:

- (a) The expense is incurred in connection with the conduct of the event.
  - (b) The expense is necessary and reasonable and falls into 1 of the following categories of expense:
    - (i) The purchase or rental of equipment necessary for conducting the event and payment of services reasonably necessary for the repair of equipment.
    - (ii) Cash prizes or the purchase of prizes of merchandise.
    - (iii) Rental of the location at which the event is conducted. The rental expense must not exceed \$250.00 for each event day.
    - (iv) Janitorial services.
    - (v) The fee required for issuance or reissuance of a license to conduct the event.
    - (vi) Other reasonable expenses incurred by the licensee, not inconsistent with this act, as permitted by rule promulgated under this act.
  - (c) The expense is itemized.
  - (d) The expense is approved by the executive director in writing before the event.
- (2) A millionaire party licensee shall not accept any compensation in connection with an event unless the compensation is expressly authorized by this article or a rule promulgated under this article.
- (3) A millionaire party licensee shall not expend more than 45% of the gross profit from an event to pay expenses incurred in connection with the event.
- (4) A person shall not accept any commission, salary, pay, profit, or wage for participating in the management or operation of a millionaire party except as allowed under a rule promulgated under this act.

**History:** Add. 2019, Act 159, Imd. Eff. Dec. 20, 2019.

**Popular name:** Bingo Act