

**SUBSTITUTE FOR
SENATE BILL NO. 187**

A bill to amend 1972 PA 382, entitled
"Traxler-McCauley-Law-Bowman bingo act,"
by amending sections 2, 3, 3a, 4, 4a, 8, 9, 10, 11b, 12, 13, 14,
15, 16, and 19 (MCL 432.102, 432.103, 432.103a, 432.104, 432.104a,
432.108, 432.109, 432.110, 432.111b, 432.112, 432.113, 432.114,
432.115, 432.116, and 432.119), sections 2 and 9 as amended by 2008
PA 401, sections 3, 4a, and 12 as amended by 2012 PA 189, sections
3a, 8, 10, and 11b as amended by 2006 PA 427, sections 4, 13, 14,
15, and 16 as amended by 1999 PA 108, and section 19 as amended by
1995 PA 263, and by adding article 2; to designate sections 1 to 20
as article 1; and to repeal acts and parts of acts.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1

ARTICLE 1

2

Sec. 2. As used in this act:

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

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

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

(D) "BOARD" MEANS THE MICHIGAN GAMING CONTROL BOARD CREATED BY SECTION 4 OF THE MICHIGAN GAMING CONTROL AND REVENUE ACT, 1996 IL 1, MCL 432.204.

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

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

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

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

1 (I) ~~(h)~~ "Coverall pattern" means a pattern required to win a
2 bingo game in which all numbers on a bingo card are required to be
3 called.

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

12 (K) "EQUIPMENT" MEANS THE OBJECTS AND MECHANICAL,
13 ELECTROMECHANICAL, OR ELECTRONIC DEVICES USED TO DETERMINE OR
14 ASSIST IN DETERMINING THE WINNERS OF PRIZES AT AN EVENT.

15 (L) "EVENT" MEANS, IN ARTICLE 1, AN OCCASION OF BINGO GAMES, A
16 RAFFLE, A CHARITY GAME, OR A NUMERAL GAME CONDUCTED UNDER A LICENSE
17 ISSUED UNDER ARTICLE 1, AND IN ARTICLE 2, AN OCCASION OF A
18 MILLIONAIRE PARTY CONDUCTED UNDER A LICENSE ISSUED UNDER ARTICLE 2.

19 (M) "EXECUTIVE DIRECTOR" MEANS THE EXECUTIVE DIRECTOR OF THE
20 BOARD, APPOINTED UNDER SECTION 4 OF THE MICHIGAN GAMING CONTROL AND
21 REVENUE ACT, 1996 IL 1, MCL 432.204.

22 (N) "FRATERNAL ORGANIZATION" MEANS AN ORGANIZATION IN THIS
23 STATE, OTHER THAN A COLLEGE FRATERNITY OR SORORITY, THAT MEETS ALL
24 OF THE FOLLOWING CRITERIA:

25 (i) IS ORGANIZED NOT FOR PECUNIARY PROFIT.

26 (ii) IS A BRANCH, LODGE, OR CHAPTER OF A NATIONAL OR STATE
27 ORGANIZATION OR, ONLY FOR THE PURPOSE OF CONDUCTING A SMALL RAFFLE

1 OR A LARGE RAFFLE UNDER THIS ACT, IF NOT A BRANCH, LODGE, OR
2 CHAPTER OF A NATIONAL OR STATE ORGANIZATION, IS EXEMPT FROM
3 TAXATION UNDER SECTION 501(C) OF THE INTERNAL REVENUE CODE OF 1986,
4 26 USC 501.

5 (iii) EXISTS FOR THE COMMON PURPOSE, BROTHERHOOD, OR OTHER
6 INTERESTS OF ITS MEMBERS.

7 Sec. 3. As used in this act:

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

17 ~~—— (b) "Fraternal organization" means an organization within this~~
18 ~~state, other than a college fraternity or sorority, that meets all~~
19 ~~of the following criteria:~~

20 ~~—— (i) Is organized not for pecuniary profit.~~

21 ~~—— (ii) Is a branch, lodge, or chapter of a national or state~~
22 ~~organization or, only for the purpose of conducting a small raffle~~
23 ~~or a large raffle under this act, if not a branch, lodge, or~~
24 ~~chapter of a national or state organization, is exempt from~~
25 ~~taxation under section 501(c) of the internal revenue code of 1986,~~
26 ~~26 USC 501.~~

27 ~~—— (iii) Exists for the common purpose, brotherhood, or other~~

1 ~~interests of its members.~~

2 (A) "LARGE BINGO" MEANS A SERIES OF BINGO OCCASIONS THAT OCCUR
3 ON A REGULAR BASIS DURING WHICH THE TOTAL VALUE OF ALL PRIZES
4 AWARDED FOR BINGO GAMES AT A SINGLE OCCASION DOES NOT EXCEED
5 \$3,500.00 AND THE TOTAL VALUE OF ALL PRIZES AWARDED FOR 1 BINGO
6 GAME DOES NOT EXCEED \$1,100.00, EXCEPT THAT A PRIZE AWARDED THROUGH
7 A MICHIGAN PROGRESSIVE JACKPOT BINGO GAME IS NOT SUBJECT TO THESE
8 LIMITATIONS.

9 (B) "LARGE RAFFLE" MEANS AN EVENT WHERE THE TOTAL VALUE OF ALL
10 PRIZES AWARDED THROUGH RAFFLE DRAWINGS EXCEEDS \$500.00 PER
11 OCCASION.

12 (c) "Licensee" means a person, ~~or~~ INCLUDING A qualified
13 organization, licensed under this act.

14 (D) "LOCATION" MEANS A BUILDING, ENCLOSURE, PART OF A BUILDING
15 OR ENCLOSURE, OR A DISTINCT PORTION OF REAL PROPERTY THAT IS USED
16 FOR THE PURPOSE OF CONDUCTING AN EVENT. LOCATION INCLUDES ALL
17 COMPONENTS OR BUILDINGS THAT COMPOSE 1 ARCHITECTURAL ENTITY OR THAT
18 SERVE A UNIFIED FUNCTIONAL PURPOSE.

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

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

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

~~1 (f) "Person" means a natural person, firm, association,
2 corporation, or other legal entity.~~

~~3 (g) "Qualified organization" means, subject to subdivision~~

~~4 (h), either of the following:~~

~~5 (i) A bona fide religious, educational, service, senior
6 citizens, fraternal, or veterans' organization that operates
7 without profit to its members and that either has been in existence
8 continuously as an organization for a period of 5 years or is
9 exempt from taxation under section 501(c) of the internal revenue
10 code of 1986, 26 USC 501.~~

~~11 (ii) Only for the purpose of conducting a small raffle or a
12 large raffle under this act, a component of the military or the
13 Michigan national guard whose members are in active service or
14 active state service.~~

~~15 (h) "Qualified organization" does not include a candidate
16 committee, political committee, political party committee, ballot
17 question committee, independent committee, or any other committee
18 as defined by, and organized under, the Michigan campaign finance
19 act, 1976 PA 388, MCL 169.201 to 169.282.~~

~~20 (i) "Religious organization" means any of the following:~~

~~21 (i) An organization, church, body of communicants, or group
22 that is organized not for pecuniary profit and that gathers in
23 common membership for mutual support and edification in piety,
24 worship, and religious observances.~~

~~25 (ii) A society of individuals that is organized not for
26 pecuniary profit and that unites for religious purposes at a
27 definite place.~~

~~1 (iii) A church related private school that is organized not
2 for pecuniary profit.~~

~~3 (j) "Senior citizens organization" means an organization
4 within this state that is organized not for pecuniary profit, that
5 consists of at least 15 members who are 60 years of age or older,
6 and that exists for their mutual support and for the advancement of
7 the causes of elderly or retired persons.~~

~~8 (k) "Service organization" means either of the following:~~

~~9 (i) A branch, lodge, or chapter of a national or state
10 organization that is organized not for pecuniary profit and that is
11 authorized by its written constitution, charter, articles of
12 incorporation, or bylaws to engage in a fraternal, civic, or
13 service purpose within the state.~~

~~14 (ii) A local civic organization that is organized not for
15 pecuniary profit; that is not affiliated with a state or national
16 organization; that is recognized by resolution adopted by the local
17 governmental subdivision in which the organization conducts its
18 principal activities; whose constitution, charter, articles of
19 incorporation, or bylaws contain a provision for the perpetuation
20 of the organization as a nonprofit organization; whose entire
21 assets are used for charitable purposes; and whose constitution,
22 charter, articles of incorporation, or bylaws contain a provision
23 that all assets, real property, and personal property shall revert
24 to the benefit of the local governmental subdivision that granted
25 the resolution upon dissolution of the organization.~~

~~26 (l) "Veterans' organization" means an organization within this
27 state, or a branch, lodge, or chapter within this state of a state~~

~~organization or of a national organization chartered by the
congress of the United States, that is organized not for pecuniary
profit, the membership of which consists of individuals who were
members of the armed services or armed forces of the United States.
Veterans' organization includes an auxiliary of a veterans'
organization that is a national organization chartered by the
congress of the United States.~~

(H) "MICHIGAN PROGRESSIVE JACKPOT" MEANS A BINGO GAME
CONDUCTED IN CONJUNCTION WITH A LICENSED LARGE BINGO OCCASION IN
WHICH THE VALUE OF THE PRIZE IS CARRIED FORWARD TO THE NEXT BINGO
OCCASION IF NO PLAYER WINS IN A PREDETERMINED NUMBER OF ALLOWABLE
CALLS. MICHIGAN PROGRESSIVE JACKPOT MAY INCLUDE BINGO GAMES
CONDUCTED BY MORE THAN 1 LICENSEE THAT ARE LINKED TOGETHER FOR THE
PURPOSE OF A COMMON JACKPOT PRIZE AND CONSOLATION PRIZE AS
PRESCRIBED BY THE COMMISSIONER.

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

(J) "NUMERAL GAME" MEANS THE RANDOM RESALE OF A SERIES OF
NUMERAL GAME TICKETS.

(K) "NUMERAL GAME TICKET" MEANS A PAPER STRIP ON WHICH
PREPRINTED NUMERALS ARE COVERED BY FOLDING THE STRIP AND BANDING
THE FOLDED STRIP WITH A SEPARATE PIECE OF PAPER, SO THAT ON
BREAKING THE PAPER THAT BANDS THE FOLDING STRIP THE PURCHASER
DISCOVERS WHETHER THE TICKET IS A WINNING TICKET.

1 (1) "OCCASION" MEANS A SINGLE DAY FOR WHICH A LICENSE TO
2 CONDUCT GAMES IS ISSUED UNDER THIS ACT.

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

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

9 ~~(3) "Large bingo" means a series of bingo occasions that occur~~
10 ~~on a regular basis during which the total value of all prizes~~
11 ~~awarded through bingo at a single occasion does not exceed~~
12 ~~\$3,500.00 and the total value of all prizes awarded for 1 game does~~
13 ~~not exceed \$1,100.00, except that a prize awarded through a~~
14 ~~Michigan progressive jackpot bingo game is not subject to these~~
15 ~~limitations.~~

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

18 ~~(5) "Location" means a building, enclosure, part of a building~~
19 ~~or enclosure, or a distinct portion of real estate that is used for~~
20 ~~the purpose of conducting events licensed under this act. Location~~
21 ~~also means all components or buildings that comprise 1~~
22 ~~architectural entity or that serve a unified functional purpose.~~

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

26 ~~(7) "Michigan progressive jackpot" means a bingo game~~
27 ~~conducted in conjunction with a licensed large bingo occasion,~~

~~where the value of the prize is carried forward to the next bingo occasion if no player bingos in a predetermined number of allowable calls. Michigan progressive jackpot may include bingo games conducted by more than 1 licensee that are linked together for the purpose of a common jackpot prize and consolation prize as prescribed by the commissioner.~~

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

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

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

~~—— (11) "Occasion" means the hours of the day for which a license is issued.~~ **AS USED IN THIS ACT:**

(A) "PERSON" MEANS AN INDIVIDUAL, FIRM, ASSOCIATION, CORPORATION, OR OTHER LEGAL ENTITY.

(B) ~~(12)~~ "Principal officer" means the highest ranking officer of the qualified organization according to its written

1 constitution, charter, articles of incorporation, or bylaws.

2 (C) ~~(13)~~ "Prize" means anything of value, including, but not
3 limited to, money or merchandise that is given to a player for
4 attending or winning a game at an event. A nonmonetary item is
5 valued at its retail value. Prize does not include advertising
6 material given away by a qualified organization in accordance with
7 rules promulgated under this act.

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

14 (D) "QUALIFIED ORGANIZATION" MEANS, SUBJECT TO SUBDIVISION

15 (E), EITHER OF THE FOLLOWING:

16 (i) A BONA FIDE RELIGIOUS, EDUCATIONAL, SERVICE, SENIOR
17 CITIZENS, FRATERNAL, OR VETERANS' ORGANIZATION THAT OPERATES
18 WITHOUT PROFIT TO ITS MEMBERS AND THAT EITHER HAS BEEN IN EXISTENCE
19 CONTINUOUSLY AS AN ORGANIZATION FOR A PERIOD OF 5 YEARS OR IS
20 EXEMPT FROM TAXATION UNDER SECTION 501(C) OF THE INTERNAL REVENUE
21 CODE OF 1986, 26 USC 501(C).

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

26 (E) "QUALIFIED ORGANIZATION" DOES NOT INCLUDE A CANDIDATE
27 COMMITTEE, POLITICAL COMMITTEE, POLITICAL PARTY COMMITTEE, BALLOT

1 QUESTION COMMITTEE, INDEPENDENT COMMITTEE, OR ANY OTHER COMMITTEE
2 AS DEFINED BY, AND ORGANIZED UNDER, THE MICHIGAN CAMPAIGN FINANCE
3 ACT, 1976 PA 388, MCL 169.201 TO 169.282.

4 (F) "RAFFLE" MEANS AN EVENT FOR WHICH RAFFLE TICKETS ARE SOLD
5 AND AT WHICH A WINNER OR WINNERS ARE DETERMINED, EITHER BY RANDOMLY
6 SELECTING STUBS FROM ALL OF THE RAFFLE TICKETS SOLD FOR AN EVENT OR
7 BY AN ALTERNATIVE METHOD THAT IS APPROVED IN WRITING BY THE BOARD,
8 AND A PREANNOUNCED PRIZE IS AWARDED.

9 (G) "RELIGIOUS ORGANIZATION" MEANS ANY OF THE FOLLOWING:

10 (i) AN ORGANIZATION, CHURCH, BODY OF COMMUNICANTS, OR GROUP IN
11 THIS STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT AND THAT
12 GATHERS IN COMMON MEMBERSHIP FOR MUTUAL SUPPORT AND EDIFICATION IN
13 PIETY, WORSHIP, AND RELIGIOUS OBSERVANCES.

14 (ii) A SOCIETY OF INDIVIDUALS IN THIS STATE THAT IS ORGANIZED
15 NOT FOR PECUNIARY PROFIT AND THAT UNITES FOR RELIGIOUS PURPOSES AT
16 A DEFINITE PLACE.

17 (iii) A CHURCH-RELATED PRIVATE SCHOOL IN THIS STATE THAT IS
18 ORGANIZED NOT FOR PECUNIARY PROFIT.

19 (H) "SENIOR CITIZENS ORGANIZATION" MEANS AN ORGANIZATION IN
20 THIS STATE THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT, THAT
21 CONSISTS OF AT LEAST 15 MEMBERS WHO ARE 60 YEARS OF AGE OR OLDER,
22 AND THAT EXISTS FOR THEIR MUTUAL SUPPORT AND FOR THE ADVANCEMENT OF
23 THE CAUSES OF ELDERLY OR RETIRED PERSONS.

24 (I) "SERVICE ORGANIZATION" MEANS EITHER OF THE FOLLOWING:

25 (i) A BRANCH, LODGE, OR CHAPTER IN THIS STATE OF A NATIONAL OR
26 STATE ORGANIZATION THAT IS ORGANIZED NOT FOR PECUNIARY PROFIT AND
27 THAT IS AUTHORIZED BY ITS WRITTEN CONSTITUTION, CHARTER, ARTICLES

1 OF INCORPORATION, OR BYLAWS TO ENGAGE IN A FRATERNAL, CIVIC, OR
2 SERVICE PURPOSE IN THIS STATE.

3 (ii) A LOCAL CIVIC ORGANIZATION IN THIS STATE THAT IS
4 ORGANIZED NOT FOR PECUNIARY PROFIT; THAT IS NOT AFFILIATED WITH A
5 STATE OR NATIONAL ORGANIZATION; THAT IS RECOGNIZED BY RESOLUTION
6 ADOPTED BY THE LOCAL GOVERNMENTAL SUBDIVISION IN WHICH THE
7 ORGANIZATION CONDUCTS ITS PRINCIPAL ACTIVITIES; WHOSE CONSTITUTION,
8 CHARTER, ARTICLES OF INCORPORATION, OR BYLAWS CONTAIN A PROVISION
9 FOR THE PERPETUATION OF THE ORGANIZATION AS A NONPROFIT
10 ORGANIZATION; WHOSE ENTIRE ASSETS ARE USED FOR CHARITABLE PURPOSES;
11 AND WHOSE CONSTITUTION, CHARTER, ARTICLES OF INCORPORATION, OR
12 BYLAWS CONTAIN A PROVISION THAT ALL ASSETS, REAL PROPERTY, AND
13 PERSONAL PROPERTY SHALL REVERT TO THE BENEFIT OF THE LOCAL
14 GOVERNMENTAL SUBDIVISION THAT GRANTED THE RESOLUTION OR ANOTHER
15 NONPROFIT ORGANIZATION ON DISSOLUTION OF THE ORGANIZATION.

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

21 (K) ~~(16)~~ "Small raffle" means an event during which the total
22 value of all prizes awarded through raffle drawings does not exceed
23 \$500.00 during 1 occasion.

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

1 single bingo game does not exceed \$1,100.00.

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

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

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

18 (2) The application ~~shall~~ **UNDER SUBSECTION (1) MUST** include
19 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 the applicant will conduct the
24 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 the event.

(f) Sufficient facts relating to the applicant's incorporation or organization to enable the commissioner to determine whether the applicant is a qualified organization.

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

(h) Other information the commissioner considers necessary.

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

License	Fee
(a) Large bingo.....	\$ 150.00
(b) Small bingo.....	\$ 55.00
(c) Special bingo.....	\$ 25.00
(d) Millionaire party.....	\$ 50.00 per day
(D) (e) Large raffle.....	\$ 50.00 per drawing date
(E) (f) Small raffle:	
(i) One to 3 drawing dates.....	\$ 15.00
(ii) Four or more drawing dates.....	\$ 5.00 per drawing date
(F) (g) Annual charity game.....	\$ 200.00
(G) (h) Special charity game.....	\$ 15.00 per day
(H) (i) Numeral game.....	\$ 15.00 per day

(2) Under extreme hardship conditions as determined by the commissioner, the commissioner may waive 1 or more requirements ~~of~~ **FOR A PERSON TO BE** a qualified organization ~~described in section 3~~ **UNDER SECTION 3A(D)** to permit the licensing of a special bingo ~~7~~ **millionaire party, or raffle EVENT**, if all of the following conditions are met:

(a) The organization applying for the license is a nonprofit organization.

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

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

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

(3) Under extreme hardship conditions as determined by the commissioner, the commissioner may allow an individual or a group of individuals to obtain a license to conduct a special bingo ~~7~~ **millionaire party, EVENT** or raffle if all of the following conditions are met:

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

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

(c) The individual or group of individuals complies with all

1 other **APPLICABLE** provisions of this ~~act~~**ARTICLE** and the rules
2 promulgated under this ~~act~~**ARTICLE**.

3 (4) Each event license issued to a qualified organization
4 **UNDER THIS SECTION** is valid for only the location included on the
5 license.

6 (5) A license **ISSUED UNDER THIS SECTION** is not assignable or
7 transferable.

8 (6) ~~The~~**A** licensee ~~is responsible for ensuring~~**SHALL ENSURE**
9 that the events **CONDUCTED UNDER A LICENSE ISSUED UNDER THIS SECTION**
10 are conducted in compliance with **THE APPLICABLE PROVISIONS OF** this
11 ~~act~~**ARTICLE** and rules **PROMULGATED UNDER THIS ARTICLE**.

12 (7) ~~A~~**EXCEPT AS OTHERWISE PROVIDED IN THIS SECTION, A** licensee
13 shall only conduct events licensed under this ~~act~~**SECTION** during
14 the hours and on the ~~day and~~ date or dates stated on the license.

15 (8) In connection with an application for a small raffle
16 license or a large raffle license, in determining whether a
17 fraternal organization that is not a branch, lodge, or chapter of a
18 national or state organization is a qualified organization, the
19 commissioner shall only consider whether the organization meets
20 requirements that are applicable under this ~~act~~**ARTICLE** that are
21 unrelated to whether the organization is a branch, lodge, or
22 chapter of a national or state organization.

23 Sec. 8. (1) All fees and revenue collected by the commissioner
24 or bureau under this act shall be paid into the state lottery fund
25 **CREATED UNDER SECTION 41 OF THE MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY**
26 **LOTTERY ACT, 1972 PA 239, MCL 432.41.** All necessary expenses
27 incurred by the bureau in the administration and enforcement of any

1 activity authorized by this act and in the initiation,
2 implementation, and ongoing operation of any activity authorized by
3 this act shall be financed from the state lottery fund.

4 (2) ALL FEES AND REVENUE COLLECTED BY THE EXECUTIVE DIRECTOR
5 OR BOARD UNDER THIS ACT SHALL BE PAID INTO THE STATE LOTTERY FUND
6 CREATED UNDER SECTION 41 OF THE MCCAULEY-TRAXLER-LAW-BOWMAN-MCNEELY
7 LOTTERY ACT, 1972 PA 239, MCL 432.41. ALL NECESSARY EXPENSES
8 INCURRED BY THE EXECUTIVE DIRECTOR OR BOARD IN THE ADMINISTRATION
9 AND ENFORCEMENT OF ANY ACTIVITY AUTHORIZED BY THIS ACT AND IN THE
10 INITIATION, IMPLEMENTATION, AND ONGOING OPERATION OF ANY ACTIVITY
11 AUTHORIZED BY THIS ACT SHALL BE FINANCED FROM THE STATE LOTTERY
12 FUND.

13 (3) The amount of ~~these~~ necessary expenses ~~shall~~ **INCURRED**
14 **UNDER SUBSECTIONS (1) AND (2) MAY** not exceed the amount of revenues
15 received from the sale of charity game tickets and all fees
16 collected under this act. At the end of each fiscal year all money,
17 including interest, in the state lottery fund ~~which~~ **THAT** is
18 attributable to fees and revenue collected under this act but ~~which~~
19 **THAT** has not been expended under this section shall be deposited in
20 the state general fund.

21 Sec. 9. (1) Except as provided in subsection (2), the entire
22 net proceeds of an event **CONDUCTED UNDER A LICENSE ISSUED UNDER**
23 **THIS ARTICLE** shall be devoted exclusively to the lawful purposes of
24 the licensee. A licensee shall not incur or pay an item of expense
25 in connection with ~~the~~ holding, operating, or conducting ~~of~~ an
26 event except the following expenses in ~~reasonable~~ amounts **THAT THE**
27 **COMMISSIONER DETERMINES TO BE REASONABLE:**

(a) The purchase or rental of equipment necessary for conducting an event and payment of services reasonably necessary for the repair of equipment.

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

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

(d) Janitorial services.

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

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

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

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

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

(3) Except by special permission of the commissioner, a licensee shall conduct bingo ~~or a millionaire party~~ **GAMES** only with equipment that it owns, uses under a bureau-approved rental

1 contract, or is purchasing or renting at a reasonable rate from a
2 supplier.

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

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

14 Sec. 11b. (1) ~~Each~~ **AN** applicant for a license or renewal of a
15 license to operate as a supplier of equipment, charity game
16 tickets, or numeral game tickets to qualified organizations
17 licensed under this act **ARTICLE** shall submit a written application
18 to the bureau on a form prescribed by the commissioner.

19 (2) ~~The~~ **AN** applicant **UNDER THIS SECTION** shall pay an annual
20 license fee of \$300.00 at the time of the application.

21 (3) A supplier's license **ISSUED UNDER THIS SECTION** expires at
22 12 midnight on September 30 of each year.

23 (4) The commissioner shall require suppliers authorized to
24 sell charity game tickets, numeral game tickets, or both, to post a
25 performance bond of not less than \$50,000.00 and not greater than
26 \$1,000,000.00.

27 (5) A supplier shall remit to the bureau an amount equal to

1 the qualified organization's purchase price of the charity game
2 tickets less an amount that shall not be less than the sum of \$.008
3 for each ticket sold plus 1.0% of the total resale value for all
4 charity game tickets sold.

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

8 (7) ~~The~~ **A SUPPLIER SHALL COLLECT A** fee ~~collected by a supplier~~
9 from ~~the~~ **A** qualified organization for each game of numeral tickets
10 sold ~~shall be~~ **THAT EQUALS** \$5.00 per 1,000 tickets or any portion of
11 1,000 tickets.

12 (8) ~~The~~ **A SUPPLIER SHALL REMIT THE** fees collected ~~by the~~
13 ~~supplier for each numeral game sold shall be remitted~~ **UNDER**
14 **SUBSECTION (7)** to the bureau by the fifteenth day of the month
15 following the month in which the numeral game is sold. ~~A~~ **THE**
16 **COMMISSIONER MAY ASSESS A** late fee of 25% of the amount due ~~may be~~
17 ~~assessed by the commissioner against any~~ **A** supplier who fails to
18 remit the fees by the required filing date.

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

22 (10) A person who is directly or indirectly connected to the
23 sale, rental, or distribution of bingo ~~or millionaire party~~
24 equipment, or the sale of charity game tickets or numeral game
25 tickets, or a person residing in the same household as the supplier
26 shall not be involved directly or indirectly with the rental or
27 leasing of a facility used for an event.

(11) A supplier **LICENSED UNDER THIS SECTION** shall submit to the bureau a report as required by the commissioner regarding the sale or rental of equipment and the sale of charity game tickets and numeral game tickets.

Sec. 12. (1) The bureau shall enforce and supervise the administration of this ~~act~~. **ARTICLE**. The commissioner shall employ personnel as necessary to implement this ~~act~~. **ARTICLE**.

(2) The bureau may select fraternal organizations that are not a branch, lodge, or chapter of a national or state organization to audit to ensure that the organizations are in compliance with this ~~act~~. **ARTICLE**.

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

Sec. 14. (1) ~~Each~~ **A** licensee **UNDER THIS ARTICLE** shall keep a record of each event as required by the commissioner. ~~The~~ **A** **LICENSEE SHALL ALLOW A REPRESENTATIVE AUTHORIZED BY THE BUREAU TO INSPECT A** record **KEPT UNDER THIS SUBSECTION** and all financial accounts into which proceeds from events ~~licensed under this act~~ are deposited or transferred ~~shall be open to inspection by a duly authorized representative of the bureau during reasonable business~~ hours.

(2) ~~Each~~ **A** licensee **UNDER THIS ARTICLE** shall file with the commissioner a financial statement signed by the principal officer of the qualified organization of receipts and expenses related to the conduct of each event as ~~may be~~ required by rule promulgated under this ~~act~~. **ARTICLE**. If the revenue from a bingo game,

1 ~~millionaire party, raffle, numeral game, or charity game~~ **EVENT** is
 2 represented to be used or applied by a licensee **UNDER THIS ARTICLE**
 3 for a charitable purpose, the licensee shall file a copy of the
 4 financial statement with the attorney general under the supervision
 5 of trustees for charitable purposes act, 1961 PA 101, MCL 14.251 to
 6 14.266.

7 (3) ~~The~~ **A LICENSEE UNDER THIS ARTICLE SHALL ALLOW AN**
 8 **AUTHORIZED REPRESENTATIVE OF THE BUREAU OR THE DEPARTMENT OF STATE**
 9 **POLICE OR A LAW ENFORCEMENT OFFICER OF A POLITICAL SUBDIVISION OF**
 10 **THIS STATE TO INSPECT THE** ~~location at which events licensed under~~
 11 ~~this act are conducted or at which an applicant or licensee intends~~
 12 ~~to conduct an event licensed under this act shall be open to~~
 13 ~~inspection~~ **OR AN INTENDED LOCATION** ~~at all times by a duly~~
 14 ~~authorized representative of the bureau or by the state police or a~~
 15 ~~peace officer of a political subdivision of this state.~~ **ANY TIME.**

16 Sec. 15. ~~Annually the~~ **THE** commissioner shall report **ANNUALLY**
 17 to the governor and the legislature about the operation of events
 18 licensed under this act ~~within this state,~~ **ARTICLE**, abuses that the
 19 bureau may have encountered, and recommendations for changes in
 20 this act.

21 Sec. 16. (1) The commissioner may deny, suspend, summarily
 22 suspend, or revoke ~~any~~ **A** license issued under this act ~~act~~ **ARTICLE** if
 23 the licensee or an officer, director, agent, member, or employee of
 24 the licensee violates this act ~~act~~ **ARTICLE** or **A** rule promulgated under
 25 this act. ~~act.~~ **ARTICLE**. The commissioner may summarily suspend a license
 26 for a period of not more than 60 days pending prosecution,
 27 investigation, or public hearing.

1 (2) A proceeding to suspend or revoke a license ~~shall be~~
2 ~~considered~~ **UNDER THIS ARTICLE IS** a contested case ~~and shall be~~
3 governed by the administrative procedures act of 1969, 1969 PA 306,
4 MCL 24.201 to 24.328.

5 (3) Upon petition of the commissioner, the circuit court after
6 a hearing may issue subpoenas to compel the attendance of witnesses
7 and the production of documents, papers, books, records, and other
8 evidence before it in a matter over which it has jurisdiction,
9 control, or supervision. If a person subpoenaed to attend in any
10 such proceeding or hearing fails to obey the command of the
11 subpoena without reasonable cause, or if a person in attendance in
12 any such proceeding or hearing refuses, without lawful cause, to be
13 examined or to answer a legal or pertinent question or to exhibit a
14 book, account, record, or other document when ordered to do so by
15 the court, that person may be punished as ~~a~~ **BEING IN** contempt of
16 the court.

17 (4) With approval of the commissioner, a **BINGO** hall licensee,
18 in lieu of a suspension of its license, may elect to pay a fine
19 equal to the amount of rent that would have been paid by ~~the~~ bingo
20 licensees during the period of the suspension. This fine shall be
21 paid to the bureau on or before the date agreed to in the
22 suspension agreement entered into by the bureau and the **BINGO** hall
23 licensee.

24 Sec. 19. (1) Except as provided in subsection (2), any other
25 law providing a penalty or disability upon a person who conducts or
26 participates in a **RAFFLE**, bingo game, millionaire party, or charity
27 game; who sells or possesses equipment used in conducting **A RAFFLE**,

bingo, or a millionaire party; who permits **A RAFFLE**, bingo, a millionaire party, or a charity game to be conducted on his or her premises; or who does other acts in connection with **A RAFFLE**, bingo, a millionaire party, or a charity game does not apply to that conduct if done pursuant to this act or rules promulgated under this act.

(2) Subsection (1) does not limit in any way the application of the Michigan campaign finance act, ~~Act No. 388 of the Public Acts of 1976, being sections 1976 PA 388, MCL 169.201 to 169.282, of the Michigan Compiled Laws,~~ including, but not limited to, section 41 of ~~Act No. 388 of the Public Acts of 1976, being section~~ **THE MICHIGAN CAMPAIGN FINANCE ACT, 1976 PA 388, MCL 169.241, of the Michigan Compiled Laws, to fundraising **FUND-RAISING** events conducted by or for the benefit of a committee that has filed or is required to file a statement of organization pursuant to ~~Act No. 388 of the Public Acts of 1976.~~ **UNDER THE MICHIGAN CAMPAIGN FINANCE ACT, 1976 PA 388, MCL 169.201 TO 169.282.****

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.

(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 CHAIRPERSON.

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

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

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

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

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

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

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

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

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

21 (C) THE NAME OF EACH BONA FIDE MEMBER WHO WILL BE PRESENT AT
22 THE EVENT AS REQUIRED BY SECTION 40.

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

27 (i) A FELONY.

1 (ii) A GAMBLING OFFENSE.

2 (iii) CRIMINAL FRAUD.

3 (iv) FORGERY.

4 (v) LARCENY.

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

6 (E) THE LOCATION AT WHICH THE APPLICANT WILL CONDUCT THE
7 EVENT.

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

10 (G) THE DATES OF THE EVENT.

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

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

16 (J) OTHER INFORMATION THE EXECUTIVE DIRECTOR CONSIDERS
17 NECESSARY.

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

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

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

27 (2) UNDER EXTREME HARDSHIP CONDITIONS AS DETERMINED BY THE

1 EXECUTIVE DIRECTOR, THE EXECUTIVE DIRECTOR MAY WAIVE 1 OR MORE OF
2 THE REQUIREMENTS UNDER SECTION 3A(D) FOR A PERSON TO BE A QUALIFIED
3 ORGANIZATION AND ISSUE A MILLIONAIRE PARTY LICENSE TO THE PERSON IF
4 ALL OF THE FOLLOWING CONDITIONS ARE MET:

5 (A) THE PERSON IS A NONPROFIT ORGANIZATION.

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

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

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

15 (3) UNDER EXTREME HARDSHIP CONDITIONS AS DETERMINED BY THE
16 EXECUTIVE DIRECTOR, THE EXECUTIVE DIRECTOR MAY ALLOW AN INDIVIDUAL
17 OR A GROUP OF INDIVIDUALS TO OBTAIN A LICENSE TO CONDUCT A
18 MILLIONAIRE PARTY IF ALL OF THE FOLLOWING CONDITIONS ARE MET:

19 (A) THE ENTIRE PROCEEDS OF THE EVENT, LESS THE ACTUAL
20 REASONABLE EXPENSE OF CONDUCTING THE EVENT, ARE DONATED OR USED FOR
21 A CHARITABLE PURPOSE, ORGANIZATION, OR CAUSE.

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

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

1 (4) A QUALIFIED ORGANIZATION MAY BE ISSUED UP TO 4 MILLIONAIRE
2 PARTY LICENSES IN 1 CALENDAR YEAR. EACH LICENSE IS VALID FOR ONLY 1
3 LOCATION AS STATED ON THE LICENSE.

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

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

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

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

15 (9) FOR EACH DAY ON WHICH THE MILLIONAIRE PARTY IS TO BE
16 CONDUCTED, THE EXECUTIVE DIRECTOR SHALL INCLUDE IN THE LICENSE THE
17 HOURS DURING WHICH THE LICENSEE MAY CONDUCT GAMING UNDER THE
18 LICENSE. THE EXECUTIVE DIRECTOR MAY DETERMINE THE HOURS AT HIS OR
19 HER DISCRETION.

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

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

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

27 SEC. 36. (1) A MILLIONAIRE PARTY LICENSEE MAY ADVERTISE THE

1 EVENT IF THE ADVERTISING COMPLIES WITH RULES PROMULGATED UNDER THIS
2 ARTICLE.

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

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

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

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

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

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

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

24 (ii) THE QUALIFIED ORGANIZATION IS THE MILLIONAIRE PARTY
25 LICENSEE AND IS CONDUCTING THE EVENT.

26 (iii) THE EXECUTIVE DIRECTOR HAS GRANTED A WAIVER FOR THE
27 PARTICIPATION.

1 SEC. 38. A MILLIONAIRE PARTY LICENSEE SHALL ONLY CONDUCT AN
2 EVENT WITH EQUIPMENT THAT IT OWNS, RENTS FROM ANOTHER QUALIFIED
3 ORGANIZATION UNDER A RENTAL AGREEMENT APPROVED BY THE EXECUTIVE
4 DIRECTOR, OR PURCHASES OR RENTS FROM A SUPPLIER.

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

7 (A) A BONA FIDE MEMBER.

8 (B) AN EMPLOYEE OF A SUPPLIER.

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

12 (A) A FELONY.

13 (B) A GAMBLING OFFENSE.

14 (C) CRIMINAL FRAUD.

15 (D) FORGERY.

16 (E) LARCENY.

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

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

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

25 SEC. 40. (1) AT LEAST 3 BONA FIDE MEMBERS OF THE MILLIONAIRE
26 PARTY LICENSEE, NOT INCLUDING ANY BONA FIDE MEMBER ACTING AS A
27 DEALER, MUST BE PRESENT AT ALL TIMES DURING AN EVENT.

1 (2) IF FEWER THAN 3 BONA FIDE MEMBERS ARE PRESENT AT ANY TIME
2 DURING AN EVENT, THE MILLIONAIRE PARTY LICENSEE SHALL IMMEDIATELY
3 REPORT THIS TO THE EXECUTIVE DIRECTOR. THE EXECUTIVE DIRECTOR MAY
4 REQUIRE THE LICENSEE TO STOP CONDUCTING THE EVENT.

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

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

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

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

22 (B) VERIFYING THE AGE OF A PLAYER.

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

26 (7) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE SHALL
27 NOT SHARE IN A PRIZE AWARDED AT AN EVENT AT WHICH THE MEMBER IS

1 WORKING OR ASSISTING.

2 (8) A BONA FIDE MEMBER OF A MILLIONAIRE PARTY LICENSEE SHALL
3 NOT PURCHASE, PLAY, OR ACCEPT A CHARITY GAME TICKET OR NUMERAL GAME
4 TICKET OFFERED FOR SALE BY THE LICENSEE AT AN EVENT AT WHICH THE
5 MEMBER IS WORKING OR ASSISTING.

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

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

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

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

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

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

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

1 HAS VERIFIED THE INDIVIDUAL'S AGE AND IDENTIFICATION.

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

7 (8) A MILLIONAIRE PARTY LICENSEE SHALL NOT RECEIVE MORE THAN
8 \$15,000.00 IN EXCHANGE FOR IMITATION MONEY OR CHIPS ON ANY DAY
9 UNDER THE LICENSE. HOWEVER, IF THE LICENSEE CONDUCTS THE
10 MILLIONAIRE PARTY WITHOUT USING DEALERS OR RENTING EQUIPMENT FROM A
11 SUPPLIER AND OWNS THE LOCATION AT WHICH THE MILLIONAIRE PARTY IS
12 HELD AND IF THE LICENSE IS FOR FEWER THAN 4 DAYS OF GAMING, THE
13 DAILY LIMIT UNDER THIS SUBSECTION IS DETERMINED BY DIVIDING
14 \$60,000.00 BY THE NUMBER OF DAYS OF GAMING ALLOWED UNDER THE
15 LICENSE.

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

18 (A) THE EXPENSE IS INCURRED IN CONNECTION WITH THE CONDUCT OF
19 THE EVENT.

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

22 (i) THE PURCHASE OR RENTAL OF EQUIPMENT NECESSARY FOR
23 CONDUCTING THE EVENT AND PAYMENT OF SERVICES REASONABLY NECESSARY
24 FOR THE REPAIR OF EQUIPMENT.

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

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

27 (iv) JANITORIAL SERVICES.

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

3 (vi) OTHER REASONABLE EXPENSES INCURRED BY THE LICENSEE, NOT
4 INCONSISTENT WITH THIS ACT, AS PERMITTED BY RULE PROMULGATED UNDER
5 THIS ARTICLE.

6 (C) THE EXPENSE IS ITEMIZED.

7 (D) THE EXPENSE IS APPROVED BY THE EXECUTIVE DIRECTOR IN
8 WRITING BEFORE THE EVENT.

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

13 (3) A MILLIONAIRE PARTY LICENSEE SHALL NOT EXPEND MORE THAN
14 45% OF THE GROSS PROFIT FROM AN EVENT TO PAY EXPENSES INCURRED IN
15 CONNECTION WITH THE EVENT.

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

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

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

27 (3) A MILLIONAIRE PARTY LICENSEE SHALL FILE WITH THE EXECUTIVE

1 DIRECTOR A FINANCIAL STATEMENT SIGNED BY THE PRINCIPAL OFFICER OF
2 THE QUALIFIED ORGANIZATION OF RECEIPTS AND EXPENSES RELATED TO THE
3 CONDUCT OF EACH EVENT AS REQUIRED BY RULE PROMULGATED UNDER THIS
4 ARTICLE. IF THE REVENUE FROM A MILLIONAIRE PARTY IS REPRESENTED TO
5 BE USED OR APPLIED BY A MILLIONAIRE PARTY LICENSEE FOR A CHARITABLE
6 PURPOSE, THE LICENSEE SHALL FILE A COPY OF THE FINANCIAL STATEMENT
7 WITH THE ATTORNEY GENERAL UNDER THE SUPERVISION OF TRUSTEES FOR
8 CHARITABLE PURPOSES ACT, 1961 PA 101, 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, AT ANY TIME.

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. Sections 10a, 10b, and 20 of the Traxler-
5 McCauley-Law-Bowman bingo act, 1972 PA 382, MCL 432.110a, 432.110b,
6 and 432.120, are repealed.