

HOUSE BILL No. 5708

December 16, 2009, Introduced by Rep. McMillin and referred to the Committee on Regulatory Reform.

A bill to amend 1972 PA 382, entitled
"Traxler-McCauley-Law-Bowman bingo act,"
by amending section 9 (MCL 432.109), as amended by 2008 PA 401.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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

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

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

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

1 (d) Janitorial services.

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

4 (f) Other reasonable expenses incurred by the licensee, not
5 inconsistent with this act, as permitted by rule of the
6 commissioner.

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

14 (3) A MILLIONAIRE PARTY LICENSEE SHALL NOT INCUR OR PAY
15 EXPENSES IN CONNECTION WITH HOLDING, OPERATING, OR CONDUCTING AN
16 EVENT TO THE EXTENT THAT THE EXPENSES TOTAL MORE THAN 25% OF THE
17 GROSS PROCEEDS OF THE EVENT.