

# STATE OF NEW YORK

899

2017-2018 Regular Sessions

## IN ASSEMBLY

January 9, 2017

Introduced by M. of A. PRETLOW -- read once and referred to the Committee on Racing and Wagering

AN ACT to amend the general municipal law, in relation to the conducting of games of chance and bingo by certain organizations

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Subdivisions 4 and 14 of section 186 of the general municipal law, subdivision 4 as amended by chapter 574 of the laws of 1978 and  
2 subdivision 14 as amended by chapter 531 of the laws of 2011, are  
3 amended and a new subdivision 4-a is added to read as follows:

4 4. "Authorized organization" shall mean and include any bona fide  
5 religious or charitable organization or bona fide educational, fraternal  
6 or service organization or bona fide organization of veterans [~~or~~],  
7 volunteer [~~firemen~~] firefighters or volunteer ambulance workers, which  
8 by its charter, certificate of incorporation, constitution, or act of  
9 the legislature, shall have among its dominant purposes one or more of  
10 the lawful purposes as defined in this article, provided that each shall  
11 operate without profit to its members, and provided that each such  
12 organization has engaged in serving one or more of the lawful purposes  
13 as defined in this article for a period of three years [~~immediatley~~]  
14 immediately prior to applying for a license under this article.

15  
16 No organization shall be deemed an authorized organization which is  
17 formed primarily for the purpose of conducting games of chance and which  
18 does not devote at least seventy-five percent of its activities to other  
19 than conducting games of chance. No political party shall be deemed an  
20 authorized organization.

21 4-a. "Auxiliary member" shall mean a bona fide member of an organiza-  
22 tion or association which is auxiliary to an authorized organization  
23 licensed pursuant to this article; or a bona fide member of an organiza-  
24 tion or association of which an authorized organization licensed pursu-  
25 ant to this article is an auxiliary; or a bona fide member of an organ-

EXPLANATION--Matter in italics (underscored) is new; matter in brackets [~~-~~] is old law to be omitted.

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ization or association which is affiliated with an authorized organization licensed pursuant to this article by being, with it, auxiliary to another organization or association.

14. "One occasion" shall mean the successive operations of any one single type of game of chance which results in the awarding of a series of prizes amounting to five hundred dollars or four hundred dollars during any one license period, in accordance with the provisions of subdivision eight of section one hundred eighty-nine of this article, as the case may be. For purposes of the game of chance known as a merchandise wheel or a raffle, "one occasion" shall mean the successive operations of any one such merchandise wheel or raffle for which the limit on a series of prizes provided by subdivision six of section one hundred eighty-nine of this article shall apply. For purposes of the game of chance known as a bell jar, "one occasion" shall mean the successive operation of any one such bell jar, seal card, event game, coin board, or merchandise board which results in the awarding of a series of prizes amounting to ~~[three]~~ ten thousand dollars. For the purposes of the game of chance known as raffle "one occasion" shall mean a calendar year during which successive operations of such game are conducted.

§ 2. Subdivisions 5, 6, 8 and 10 of section 189 of the general municipal law, subdivisions 5 and 8 as amended by chapter 434 of the laws of 2016, subdivision 6 as amended by chapter 302 of the laws of 2010 and subdivision 10 as amended by chapter 574 of the laws of 1978, are amended to read as follows:

5. No single prize awarded by games of chance other than raffle shall exceed the sum or value of ~~[three]~~ four hundred dollars, except that for merchandise wheels, no single prize shall exceed the sum or value of ~~[two]~~ three hundred ~~[fifty]~~ dollars. No single prize awarded by raffle shall exceed the sum or value of three hundred thousand dollars. No single wager shall exceed six dollars and for bell jars, coin boards, or merchandise boards, no single prize shall exceed five hundred dollars provided, however, that such limitation shall not apply to the amount of money or value paid by the participant in a raffle in return for a ticket or other receipt. For coin boards and merchandise boards, the value of a prize shall be determined by its costs to the authorized organization or, if donated, its fair market value.

6. No authorized organization shall award a series of prizes consisting of cash or of merchandise with an aggregate value in excess of ten thousand dollars during the successive operations of any one merchandise wheel, ~~[and three thousand dollars during the successive operations of any]~~ bell jar, coin board, or merchandise board. No series of prizes awarded by raffle shall have an aggregate value in excess of five hundred thousand dollars. For coin boards and merchandise boards, the value of a prize shall be determined by its cost to the authorized organization or, if donated, its fair market value.

8. Except for merchandise wheels and raffles, no series of prizes on any one occasion shall aggregate more than ~~[four]~~ five hundred dollars when the licensed authorized organization conducts five single types of games of chance during any one license period. Except for merchandise wheels, raffles and bell jars, no series of prizes on any one occasion shall aggregate more than five hundred dollars when the licensed authorized organization conducts less than five single types of games of chance, exclusive of merchandise wheels, raffles and bell jars, during any one license period. No authorized organization shall award by raffle prizes with an aggregate value in excess of three million dollars during any one license period.

10. No person except a bona fide member of the licensed authorized organization or an auxiliary member of such organization shall participate in the management of such games [~~, no person except a bona fide member of the licensed authorized organization, its auxiliary or affiliated organization, shall participate in the operation of such game, as set forth in section one hundred ninety-five-c of this article~~].

§ 3. Paragraph (b) of subdivision 1 of section 190 of the general municipal law, as amended by chapter 574 of the laws of 1978, is amended to read as follows:

(b) In each application there shall be designated not less than [~~four~~] three bona fide members of the applicant organization under whom the game or games of chance will be managed and to the application shall be appended a statement executed by the members so designated, that they will be responsible for the management of such games in accordance with the terms of the license, the rules and regulations of the board, this article and the applicable local laws or ordinances.

§ 4. Paragraph (a) of subdivision 2 of section 190-a of the general municipal law, as amended by chapter 400 of the laws of 2005, is amended to read as follows:

(a) For the purposes of this section, "authorized organization" shall mean and include any bona fide religious or charitable organization or bona fide educational, fraternal or service organization or bona fide organization of veterans [~~or~~], volunteer [~~firefighter~~] firefighters or volunteer ambulance workers, which by its charter, certificate of incorporation, constitution, or act of the legislature, shall have among its dominant purposes one or more of the lawful purposes as defined in this article, provided that each shall operate without profit to its members, and provided that each such organization has engaged in serving one or more of the lawful purposes as defined in this article for a period of three years immediately prior to being granted the filing requirement exemption contained in subdivision one of this section.

§ 5. Subdivision 3 of section 190-a of the general municipal law, as added by chapter 400 of the laws of 2005, is amended to read as follows:

3. No person under the age of eighteen shall be permitted to play, operate or assist in any raffle conducted pursuant to this section; provided, however, a member or auxiliary member over the age of sixteen years, but under the age of eighteen years, shall be permitted to assist in any raffle conducted pursuant to this section, if accompanied by an adult.

§ 6. Subdivision 3 of section 194 of the general municipal law, as amended by chapter 550 of the laws of 1994, is amended to read as follows:

3. [~~Service of alcoholic beverages.~~] Subject to the applicable provisions of the alcoholic beverage control law, beer and wine may be offered for sale during the conduct of games of chance on games of chance premises as such premises are defined in subdivision nineteen of section one hundred eighty-six of this article; provided, however, that nothing herein shall be construed to limit the offering for sale of any other alcoholic beverage in areas other than the games of chance premises or the sale of any other alcoholic beverage in premises where only the games of chance known as bell jar or raffles are conducted.

§ 7. Section 195 of the general municipal law, as amended by chapter 461 of the laws of 2003, is amended to read as follows:

§ 195. Sunday; conduct of games on. Except as provided in section one hundred ninety-five-b of this article, [~~no~~] games of chance [~~shall~~] may be conducted under any license issued under this article on the first

1 day of the week, commonly known and designated as Sunday, unless it  
2 shall be otherwise provided in the license issued for the conducting  
3 thereof, pursuant to the provisions of a local law or an ordinance duly  
4 adopted by the governing body of the municipality wherein the license is  
5 issued, [~~authorizing~~] prohibiting the conduct of games of chance under  
6 this article on that day [~~only between the hours of noon and midnight~~].  
7 Notwithstanding the foregoing provisions of this section no games of  
8 chance shall be conducted on Easter Sunday or Christmas Day.

9 § 8. Section 195-a of the general municipal law, as amended by chapter  
10 574 of the laws of 1978, is amended to read as follows:

11 § 195-a. Participation by persons under eighteen. No person under the  
12 age of eighteen years shall be permitted to play any game or games of  
13 chance conducted pursuant to any license issued under this article.  
14 Persons under the age of eighteen years may be permitted to attend games  
15 of chance at the discretion of the games of chance licensee. No person  
16 under the age of eighteen years shall be permitted to operate any game  
17 of chance conducted pursuant to any license issued under this article or  
18 to assist therein; provided, however, that a member or auxiliary member  
19 who is under the age of eighteen years and who is sixteen years of age  
20 or older shall be permitted to assist in the operation of any game of  
21 chance if accompanied by an adult.

22 § 9. Section 195-b of the general municipal law, as amended by chapter  
23 252 of the laws of 1998, is amended to read as follows:

24 § 195-b. Frequency of games. No game or games of chance, shall be  
25 conducted under any license issued under this article more often than  
26 [~~twelve~~] eighteen times in any calendar year. No particular premises  
27 shall be used for the conduct of games of chance on more than twenty-  
28 four license periods during any one calendar year. Games shall be  
29 conducted only between the hours of noon and midnight on Sunday, Monday,  
30 Tuesday, Wednesday and Thursday, and only between the hours of noon on  
31 Friday and two A.M. Saturday, and only between the hours of noon on  
32 Saturday and two A.M. Sunday. The two A.M. closing period shall also  
33 apply to a legal holiday. The above restrictions shall not apply when  
34 only the games of chance known as bell jar and/or raffle are conducted.

35 § 10. Section 195-c of the general municipal law, as amended by chap-  
36 ter 252 of the laws of 1998, is amended to read as follows:

37 § 195-c. [~~1.~~] Persons operating games; equipment; expenses; compen-  
38 sation. 1. No person shall operate any game of chance under any license  
39 issued under this article except a bona fide member or auxiliary member  
40 of the authorized organization to which the license is issued[~~, or a~~  
41 ~~bona fide member of an organization or association which is an auxiliary~~  
42 ~~to the licensee or a bona fide member of an organization or association~~  
43 ~~of which such licensee is an auxiliary or a bona fide member of an~~  
44 ~~organization or association which is affiliated with the licensee by~~  
45 ~~being, with it, auxiliary to another organization or association~~]. Noth-  
46 ing herein shall be construed to limit the number of games of chance  
47 licensees for whom such persons may operate games of chance nor to  
48 prevent non-members from assisting the licensee in any activity other  
49 than managing or operating games. No game of chance shall be conducted  
50 with any equipment except such as shall be owned or leased by the  
51 authorized organization so licensed or used without payment of any  
52 compensation therefor by the licensee. However, in no event shall bell  
53 jar tickets be transferred from one authorized organization to another,  
54 with or without payment of any compensation thereof. The head or heads  
55 of the authorized organization shall upon request certify, under oath,  
56 that the persons operating any game of chance are bona fide or auxiliary

1 members of such authorized organization, auxiliary or affiliated organ-  
2 ization. Upon request by an officer or the department any such person  
3 involved in such games of chance shall certify that he or she has no  
4 criminal record. No items of expense shall be incurred or paid in  
5 connection with the conducting of any game of chance pursuant to any  
6 license issued under this article except those that are reasonable and  
7 are necessarily expended for games of chance supplies and equipment,  
8 prizes, security personnel, stated rental if any, bookkeeping or  
9 accounting services according to a schedule of compensation prescribed  
10 by the board, janitorial services and utility supplies if any, and  
11 license fees, and the cost of bus transportation, if authorized by such  
12 clerk or department. No commission, salary, compensation[7] or reward  
13 [~~or recompense~~] shall be paid or given to any person for the sale or  
14 assisting with the sale of raffle tickets.

15 2. For the purpose of the sale of tickets for the game of raffle, the  
16 term "operate" shall not include the sale of such tickets by persons of  
17 lineal or collateral consanguinity to members of an authorized organiza-  
18 tion licensed to conduct a raffle.

19 § 11. Section 195-e of the general municipal law, as amended by chap-  
20 ter 94 of the laws of 1981, is amended to read as follows:

21 § 195-e. Advertising games. A licensee may advertise the conduct of  
22 games of chance to the general public by means of newspaper, circular,  
23 handbill [~~and~~], poster, electronic mail, electronic communications and  
24 government access television broadcasts, and by one sign not exceeding  
25 sixty square feet in area, which may be displayed on or adjacent to the  
26 premises owned or occupied by a licensed authorized organization, and  
27 when an organization is licensed to conduct games of chance on premises  
28 of an authorized games of chance lessor, one additional such sign may be  
29 displayed on or adjacent to the premises in which the games are to be  
30 conducted. Additional signs may be displayed upon any fire fighting  
31 equipment belonging to any licensed authorized organization which is a  
32 volunteer fire company, or upon any equipment of a first aid or rescue  
33 squad, or volunteer ambulance company in and throughout the community  
34 served by such volunteer fire company or such first aid or rescue squad,  
35 or volunteer ambulance company, as the case may be. All advertisements  
36 shall be limited to the description of such event as "Games of chance"  
37 or "Las Vegas Night", the name of the authorized organization conducting  
38 such games, the license number of the authorized organization as  
39 assigned by the clerk or department and the date, location and time of  
40 the event.

41 § 12. Subdivisions 10 and 11-a of section 476 of the general municipal  
42 law, subdivision 10 as amended by chapter 364 of the laws of 1968 and  
43 subdivision 11-a as added by chapter 160 of the laws of 1994, are  
44 amended and a new subdivision 4-a is added to read as follows:

45 4-a. "Auxiliary member" shall mean a bona fide member of an organiza-  
46 tion or association which is auxiliary to an authorized organization  
47 licensed pursuant to this article; or a bona fide member of an organiza-  
48 tion or association of which an authorized organization licensed pursu-  
49 ant to this article is an auxiliary; or a bona fide member of an organ-  
50 ization or association which is affiliated with an authorized  
51 organization licensed pursuant to this article by being, with it, auxil-  
52 iary to another organization or association.

53 10. "Limited period bingo" shall mean the conduct of bingo by a  
54 licensed authorized organization, for a period of not more than [~~seven~~]  
55 ten of [~~twelve~~] fourteen consecutive days in any one year, at a  
56 festival, bazaar, carnival or similar function conducted by such

1 licensed authorized organization. No authorized organization licensed to  
2 conduct limited period bingo shall be otherwise eligible to conduct  
3 bingo pursuant to this article in the same year.

4 11-a. "Early bird" shall mean a bingo game which is played as a  
5 special game, conducted not more than [~~twice~~] three times during a bingo  
6 occasion, in which prizes are awarded based upon a percentage not to  
7 exceed seventy-five percent of the sum of money received from the sale  
8 of the early bird cards and which is neither subject to the prize limits  
9 imposed by subdivisions five and six of section four hundred seventy-  
10 nine and paragraph (a) of subdivision one of section four hundred eight-  
11 y-one, nor the special game opportunity charge limit imposed by section  
12 four hundred eighty-nine of this article. The percentage shall be speci-  
13 fied both in the application for bingo license and the license. Not more  
14 than [~~one-dollar~~] two dollars shall be charged per card with the total  
15 amount collected from the sale of the early bird cards and the prize for  
16 each game to be announced before the commencement of each game.

17 § 13. Subdivisions 3 and 7 of section 479 of the general municipal  
18 law, subdivision 3 as amended by chapter 337 of the laws of 1998 and  
19 subdivision 7 as amended by chapter 814 of the laws of 1964, are amended  
20 to read as follows:

21 3. No authorized organization licensed under the provisions of this  
22 article shall purchase, lease, or receive any supplies or equipment  
23 specifically designed or adapted for use in the conduct of bingo games  
24 from other than a supplier licensed under [~~the bingo control law~~] arti-  
25 cle nineteen-B of the executive law or from another authorized organiza-  
26 tion.

27 7. No person except a bona fide member or auxiliary member of any such  
28 organization shall participate in the management or operation of such  
29 game.

30 § 14. Subdivision 3 of section 481 of the general municipal law, as  
31 amended by chapter 284 of the laws of 1969, is amended to read as  
32 follows:

33 3. No license shall be issued under this article which shall be effec-  
34 tive for a period of more than one year. In the case of limited period  
35 bingo, no license shall be issued authorizing the conduct of such games  
36 on more than [~~two~~] three occasions in any one day nor shall any license  
37 be issued under this article which shall be effective for a period of  
38 more than [~~seven~~] ten of [~~twelve~~] fourteen consecutive days in any one  
39 year. No license for the conduct of limited period bingo shall be issued  
40 in cities having a population of one million or more.

41 § 15. Subdivision 1 of section 483 of the general municipal law, as  
42 amended by chapter 438 of the laws of 1962, is amended to read as  
43 follows:

44 1. [~~Each~~] Each license to conduct bingo shall be in such form as  
45 shall be prescribed in the rules and regulations promulgated by the  
46 control commission, and shall contain a statement of the name and  
47 address of the licensee, of the names and addresses of the member or  
48 members of the licensee under whom the games will be conducted, of the  
49 place or places where and the date or dates and time or times when such  
50 games are to be conducted and of the specific purposes to which the  
51 entire net proceeds of such games are to be devoted; if any prize or  
52 prizes are to be offered and given in cash, a statement of the amounts  
53 of the prizes authorized so to be offered and given; and any other  
54 information which may be required by said rules and regulations to be  
55 contained therein, and each license issued for the conduct of any game

1 shall be conspicuously displayed at the place where same is to be  
2 conducted at all times during the conduct thereof.

3 § 16. Section 485 of the general municipal law, as amended by chapter  
4 438 of the laws of 1962, is amended to read as follows:

5 § 485. Sunday; conduct of games on. [~~No-games~~] Games of bingo [~~shall~~]  
6 may be conducted under any license issued under this article on the  
7 first day of the week, commonly known as [~~designated-as~~] Sunday, unless  
8 it shall be otherwise provided in the license issued for the holding,  
9 operating and conducting thereof, pursuant to the provisions of a local  
10 law or an ordinance duly adopted by the governing body of the munici-  
11 pality issuing the license, [~~authorizing~~] prohibiting the conduct of  
12 bingo under this article on that day.

13 § 17. Section 486 of the general municipal law, as amended by chapter  
14 438 of the laws of 1962, is amended to read as follows:

15 § 486. Participation by persons under eighteen. No person under the  
16 age of eighteen years shall be permitted to play any game or games of  
17 bingo conducted pursuant to any license issued under this article unless  
18 accompanied by an adult. No person under the age of eighteen years shall  
19 be permitted to conduct or assist in the conduct of any game of bingo  
20 conducted pursuant to any license issued under this article; provided,  
21 however, that a member or auxiliary member who is under the age of eigh-  
22 teen years and who is sixteen years of age or older shall be permitted  
23 to assist in the conduct of any game of bingo if accompanied by an  
24 adult.

25 § 18. Section 487 of the general municipal law, as amended by chapter  
26 72 of the laws of 1982, is amended to read as follows:

27 § 487. Frequency of game; sale of alcoholic beverages. No game or  
28 games of bingo, except limited period bingo, shall be conducted under  
29 any license issued under this article more often than on [~~eighteen~~]  
30 twenty-seven days in any three successive calendar months. No game or  
31 games of limited period bingo shall be conducted between the hours of  
32 twelve midnight postmeridian and noon, and no more than sixty games may  
33 be conducted on any single occasion of limited period bingo. No game or  
34 games of bingo shall be conducted in any room or outdoor area where  
35 alcoholic beverages are sold, served or consumed during the progress of  
36 the game or games.

37 § 19. Subdivision 1 of section 488 of the general municipal law, as  
38 amended by chapter 337 of the laws of 1998, is amended to read as  
39 follows:

40 1. No person shall hold, operate or conduct any game of bingo under  
41 any license issued under this article except a bona fide member or  
42 auxiliary member of the authorized organization to which the license is  
43 issued[~~, and~~]. Furthermore, no person shall assist in the holding, oper-  
44 ating or conducting of any game of bingo under such license except such  
45 a bona fide member or [~~a bona fide~~] auxiliary member [~~of an organization~~  
46 ~~or association which is an auxiliary to the licensee or a bona fide~~  
47 ~~member of an organization or association of which such licensee is an~~  
48 ~~auxiliary or a bona fide member of an organization or association which~~  
49 ~~is affiliated with the licensee by being, with it, auxiliary to another~~  
50 ~~organization or association and except bookkeepers or accountants as~~  
51 ~~hereinafter provided~~]. Provided, however, any person may assist the  
52 licensed organization in any activity related to the game of bingo which  
53 does not actually involve the holding, conducting, managing or operating  
54 of such game of bingo. No game of bingo shall be conducted with any  
55 equipment except such as shall be owned absolutely or leased by the  
56 authorized organization so licensed or used without payment of any

1 compensation therefor by the licensee. Lease terms and conditions shall  
2 be subject to rules and regulations promulgated by the board. This arti-  
3 cle shall not be construed to authorize or permit an authorized organ-  
4 ization to engage in the business of leasing bingo supplies or equip-  
5 ment. No items of expense shall be incurred or paid in connection with  
6 the conducting of any game of bingo pursuant to any license issued under  
7 this article, except those that are reasonable and are necessarily  
8 expended for bingo supplies and equipment, prizes, stated rental if any,  
9 bookkeeping or accounting services according to a schedule of compen-  
10 sation prescribed by the commission, janitorial services and utility  
11 supplies if any, and license fees, and the cost of bus transportation,  
12 if authorized by the control commission.

13 § 20. Section 490 of the general municipal law, as amended by chapter  
14 99 of the laws of 1988, is amended to read as follows:

15 § 490. Advertising of bingo games. A licensee may advertise the  
16 conduct of an occasion of bingo to the general public by means of news-  
17 paper, radio, circular, handbill [~~and~~], poster, electronic mail, elec-  
18 tronic communications and government access television broadcasts, and  
19 by one sign not exceeding sixty square feet in area, which may be  
20 displayed on or adjacent to the premises owned or occupied by a licensed  
21 authorized organization, and when an organization is licensed to conduct  
22 bingo occasions on the premises of another licensed authorized organiza-  
23 tion or of a licensed commercial lessor, one additional such sign may be  
24 displayed on or adjacent to the premises in which the occasions are to  
25 be conducted. Additional signs may be displayed upon any firefighting  
26 equipment belonging to any licensed authorized organization which is a  
27 volunteer fire company, or upon any equipment of a first aid or rescue  
28 squad, or volunteer ambulance company in and throughout the community  
29 served by such volunteer fire company or such first aid or rescue squad,  
30 or volunteer ambulance company, as the case may be. All advertisements  
31 shall be limited to the description of such event as "bingo", the name  
32 of the licensed authorized organization conducting such occasions, the  
33 license number of the authorized organization as assigned by the clerk  
34 and the date, location and time of the bingo occasion.

35 § 21. Subdivision 1 of section 491 of the general municipal law, as  
36 amended by chapter 667 of the laws of 1980, is amended to read as  
37 follows:

38 1. Within [~~seven~~] ten days after the conclusion of any occasion of  
39 bingo, the authorized organization which conducted the same, and its  
40 members who were in charge thereof, and when applicable the authorized  
41 organization which rented its premises therefor, shall each furnish to  
42 the clerk of the municipality a statement subscribed by the member in  
43 charge and affirmed by him or her as true, under the penalties of perju-  
44 ry, showing the amount of the gross receipts derived therefrom and each  
45 item of expense incurred, or paid, and each item of expenditure made or  
46 to be made, the name and address of each person to whom each such item  
47 has been paid, or is to be paid, with a detailed description of the  
48 merchandise purchased or the services rendered therefor, the net  
49 proceeds derived from such game or rental, as the case may be, and the  
50 use to which such proceeds have been or are to be applied and a list of  
51 prizes offered and given, with the respective values thereof, and it  
52 shall be the duty of each licensee to maintain and keep such books and  
53 records as may be necessary to substantiate the particulars of each such  
54 statement and within fifteen days after the end of each calendar quarter  
55 during which there has been any occasion of bingo, a summary statement

1 of such information, in form prescribed by the state, shall be furnished  
2 in the same manner to the [~~state racing and wagering~~] board.  
3 § 22. This act shall take effect on the first of January next succeed-  
4 ing the date on which it shall have become a law.