As Reported by the Senate State and Local Government and Veterans Affairs Committee

128th General Assembly Regular Session 2009-2010

Sub. S. B. No. 186

Senator Schuring

Cosponsors: Senators Grendell, Fedor

A BILL

To amend sections 2915.01, 2915.02, and 2915.091 of	1
the Revised Code to authorize a charitable	2
organization to purchase, lease, and use instant	3
bingo ticket dispensers, to specify that these	4
dispensers are not slot machines, to modify the	5
definitions of veteran's and fraternal	б
organizations, to increase the number of times in	7
a preceding year a veteran's or fraternal	8
organization may lease premises to charitable	9
organizations for festivals at which games of	10
chance are conducted, and to allow a charitable	11
organization to spend a reasonable amount of its	12
gross profit to pay property taxes and assessments	13
on the premises where the organization conducts	14
bingo.	15

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

Section 1. That sections 2915.01, 2915.02, and 2915.091 of 16 the Revised Code be amended to read as follows: 17

Sec. 2915.01. As used in this chapter: 18

(A) "Bookmaking" means the business of receiving or paying 19 off bets. 20 (B) "Bet" means the hazarding of anything of value upon the 21 result of an event, undertaking, or contingency, but does not 22 include a bona fide business risk. 23 (C) "Scheme of chance" means a slot machine, lottery, numbers 24 game, pool conducted for profit, or other scheme in which a 25 participant gives a valuable consideration for a chance to win a 26 prize, but does not include bingo, a skill-based amusement 27 machine, or a pool not conducted for profit. 28 (D) "Game of chance" means poker, craps, roulette, or other 29 game in which a player gives anything of value in the hope of 30 gain, the outcome of which is determined largely by chance, but 31 does not include bingo. 32 (E) "Game of chance conducted for profit" means any game of 33 chance designed to produce income for the person who conducts or 34 operates the game of chance, but does not include bingo. 35 (F) "Gambling device" means any of the following: 36 (1) A book, totalizer, or other equipment for recording bets; 37 (2) A ticket, token, or other device representing a chance, 38 share, or interest in a scheme of chance or evidencing a bet; 39 (3) A deck of cards, dice, gaming table, roulette wheel, slot 40 machine, or other apparatus designed for use in connection with a 41 game of chance; 42 (4) Any equipment, device, apparatus, or paraphernalia 43 specially designed for gambling purposes; 44 (5) Bingo supplies sold or otherwise provided, or used, in 45 violation of this chapter. 46 (G) "Gambling offense" means any of the following: 47

(1) A violation of section 2915.02, 2915.03, 2915.04,	48
2915.05, 2915.06, 2915.07, 2915.08, 2915.081, 2915.082, 2915.09,	49
2915.091, 2915.092, 2915.10, or 2915.11 of the Revised Code;	50

(2) A violation of an existing or former municipal ordinance
or law of this or any other state or the United States
substantially equivalent to any section listed in division (G)(1)
of this section or a violation of section 2915.06 of the Revised
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Code as it existed prior to July 1, 1996;

(3) An offense under an existing or former municipal
ordinance or law of this or any other state or the United States,
of which gambling is an element;
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(4) A conspiracy or attempt to commit, or complicity in committing, any offense under division (G)(1), (2), or (3) of this section.

(H) Except as otherwise provided in this chapter, "charitable 62 organization" means any tax exempt religious, educational, 63 veteran's, fraternal, sporting, service, nonprofit medical, 64 volunteer rescue service, volunteer firefighter's, senior 65 citizen's, historic railroad educational, youth athletic, amateur 66 athletic, or youth athletic park organization. An organization is 67 tax exempt if the organization is, and has received from the 68 internal revenue service a determination letter that currently is 69 in effect stating that the organization is, exempt from federal 70 income taxation under subsection 501(a) and described in 71 subsection 501(c)(3), 501(c)(4), 501(c)(8), 501(c)(10), or 72 501(c)(19) of the Internal Revenue Code, or if the organization is 73 a sporting organization that is exempt from federal income 74 taxation under subsection 501(a) and is described in subsection 75 501(c)(7) of the Internal Revenue Code. To qualify as a charitable 76 organization, an organization, except a volunteer rescue service 77 or volunteer firefighter's organization, shall have been in 78 79 continuous existence as such in this state for a period of two

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years immediately preceding either the making of an application 80 for a bingo license under section 2915.08 of the Revised Code or 81 the conducting of any game of chance as provided in division (D) 82 of section 2915.02 of the Revised Code. A charitable organization 83 that is exempt from federal income taxation under subsection 84 501(a) and described in subsection 501(c)(3) of the Internal 85 Revenue Code and that is created by a veteran's organization, a 86 fraternal organization, or a sporting organization does not have 87 to have been in continuous existence as such in this state for a 88 period of two years immediately preceding either the making of an 89 application for a bingo license under section 2915.08 of the 90 Revised Code or the conducting of any game of chance as provided 91 in division (D) of section 2915.02 of the Revised Code. 92

(I) "Religious organization" means any church, body of
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 communicants, or group that is not organized or operated for
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 profit and that gathers in common membership for regular worship
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 and religious observances.
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(J) "Educational organization" means any organization within 97
this state that is not organized for profit, the primary purpose 98
of which is to educate and develop the capabilities of individuals 99
through instruction by means of operating or contributing to the 100
support of a school, academy, college, or university. 101

(K) "Veteran's organization" means any individual post or 102 state headquarters of a national veteran's association or an 103 auxiliary unit of any individual post of a national veteran's 104 association, which post, state headquarters, or auxiliary unit has 105 been in continuous existence in this state for at least two years 106 and is incorporated as a nonprofit corporation and either has 107 received a letter from the state headquarters of the national 108 veteran's association indicating that the individual post or 109 auxiliary unit is in good standing with the national veteran's 110 association or has received a letter from the national veteran's 111

association indicating that the state headquarters is in good 112 standing with the national veteran's association. As used in this 113 division, "national veteran's association" means any veteran's 114 association that has been in continuous existence as such for a 115 period of at least five years and either is incorporated by an act 116 of the United States congress or has a national dues-paying 117 membership of at least five thousand persons. 118

(L) "Volunteer firefighter's organization" means any
organization of volunteer firefighters, as defined in section
146.01 of the Revised Code, that is organized and operated
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exclusively to provide financial support for a volunteer fire
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department or a volunteer fire company and that is recognized or
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ratified by a county, municipal corporation, or township.

(M) "Fraternal organization" means any society, order, state 125 headquarters, or association within this state, except a college 126 or high school fraternity, that is not organized for profit, that 127 is a branch, lodge, or chapter of a national or state 128 organization, that exists exclusively for the common business or 129 sodality of its members, and that has been in continuous existence 130 in this state for a period of five years. 131

(N) "Volunteer rescue service organization" means any
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organization of volunteers organized to function as an emergency
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medical service organization, as defined in section 4765.01 of the
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Revised Code.

(0) "Service organization" means either of the following: 136

(1) Any organization, not organized for profit, that is 137 organized and operated exclusively to provide, or to contribute to 138 the support of organizations or institutions organized and 139 operated exclusively to provide, medical and therapeutic services 140 for persons who are crippled, born with birth defects, or have any 141 other mental or physical defect or those organized and operated 142

exclusively to protect, or to contribute to the support of 143 organizations or institutions organized and operated exclusively 144 to protect, animals from inhumane treatment or provide immediate 145 shelter to victims of domestic violence; 146

(2) Any organization that is described in subsection 147 509(a)(1), 509(a)(2), or 509(a)(3) of the Internal Revenue Code 148 and is either a governmental unit or an organization that is tax 149 exempt under subsection 501(a) and described in subsection 150 501(c)(3) of the Internal Revenue Code and that is an 151 organization, not organized for profit, that is organized and 152 operated primarily to provide, or to contribute to the support of 153 organizations or institutions organized and operated primarily to 154 provide, medical and therapeutic services for persons who are 155 crippled, born with birth defects, or have any other mental or 156 physical defect. 157

(P) "Nonprofit medical organization" means either of the 158 following: 159

(1) Any organization that has been incorporated as a
nonprofit corporation for at least five years and that has
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continuously operated and will be operated exclusively to provide,
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or to contribute to the support of organizations or institutions
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organized and operated exclusively to provide, hospital, medical,
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research, or therapeutic services for the public;

(2) Any organization that is described and qualified under 166 subsection 501(c)(3) of the Internal Revenue Code, that has been 167 incorporated as a nonprofit corporation for at least five years, 168 and that has continuously operated and will be operated primarily 169 to provide, or to contribute to the support of organizations or 170 institutions organized and operated primarily to provide, 171 hospital, medical, research, or therapeutic services for the 172 public. 173

(Q) "Senior citizen's organization" means any private
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organization, not organized for profit, that is organized and
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operated exclusively to provide recreational or social services
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for persons who are fifty-five years of age or older and that is
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described and qualified under subsection 501(c)(3) of the Internal
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Revenue Code.

(R) "Charitable bingo game" means any bingo game described in
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division (S)(1) or (2) of this section that is conducted by a
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charitable organization that has obtained a license pursuant to
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section 2915.08 of the Revised Code and the proceeds of which are
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used for a charitable purpose.

(S) "Bingo" means either of the following:

(1) A game with all of the following characteristics: 186

(a) The participants use bingo cards or sheets, including
paper formats and electronic representation or image formats, that
are divided into twenty-five spaces arranged in five horizontal
and five vertical rows of spaces, with each space, except the
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central space, being designated by a combination of a letter and a
number and with the central space being designated as a free
space.

(b) The participants cover the spaces on the bingo cards or 194
sheets that correspond to combinations of letters and numbers that 195
are announced by a bingo game operator. 196

(c) A bingo game operator announces combinations of letters 197 and numbers that appear on objects that a bingo game operator 198 selects by chance, either manually or mechanically, from a 199 receptacle that contains seventy-five objects at the beginning of 200 each game, each object marked by a different combination of a 201 letter and a number that corresponds to one of the seventy-five 202 possible combinations of a letter and a number that can appear on 203 the bingo cards or sheets. 204

(d) The winner of the bingo game includes any participant who
properly announces during the interval between the announcements
of letters and numbers as described in division (S)(1)(c) of this
section, that a predetermined and preannounced pattern of spaces
has been covered on a bingo card or sheet being used by the
participant.

(2) Instant bingo, punch boards, and raffles.

(T) "Conduct" means to back, promote, organize, manage, carry 212on, sponsor, or prepare for the operation of bingo or a game of 213chance. 214

(U) "Bingo game operator" means any person, except security 215 personnel, who performs work or labor at the site of bingo, 216 including, but not limited to, collecting money from participants, 217 handing out bingo cards or sheets or objects to cover spaces on 218 bingo cards or sheets, selecting from a receptacle the objects 219 that contain the combination of letters and numbers that appear on 220 bingo cards or sheets, calling out the combinations of letters and 221 numbers, distributing prizes, selling or redeeming instant bingo 222 tickets or cards, supervising the operation of a punch board, 223 selling raffle tickets, selecting raffle tickets from a receptacle 224 and announcing the winning numbers in a raffle, and preparing, 225 selling, and serving food or beverages. 226

(V) "Participant" means any person who plays bingo.

(W) "Bingo session" means a period that includes both of the 228 following: 229

(1) Not to exceed five continuous hours for the conduct of
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one or more games described in division (S)(1) of this section,
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instant bingo, and seal cards;
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(2) A period for the conduct of instant bingo and seal cards
for not more than two hours before and not more than two hours
after the period described in division (W)(1) of this section.
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(X) "Gross receipts" means all money or assets, including 236 admission fees, that a person receives from bingo without the 237 deduction of any amounts for prizes paid out or for the expenses 238 of conducting bingo. "Gross receipts" does not include any money 239 directly taken in from the sale of food or beverages by a 240 charitable organization conducting bingo, or by a bona fide 241 auxiliary unit or society of a charitable organization conducting 242 bingo, provided all of the following apply: 243

(1) The auxiliary unit or society has been in existence as a 244
bona fide auxiliary unit or society of the charitable organization 245
for at least two years prior to conducting bingo. 246

(2) The person who purchases the food or beverage receives
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nothing of value except the food or beverage and items customarily
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received with the purchase of that food or beverage.
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(3) The food and beverages are sold at customary and250reasonable prices.251

(Y) "Security personnel" includes any person who either is a 252
sheriff, deputy sheriff, marshal, deputy marshal, township 253
constable, or member of an organized police department of a 254
municipal corporation or has successfully completed a peace 255
officer's training course pursuant to sections 109.71 to 109.79 of 256
the Revised Code and who is hired to provide security for the 257
premises on which bingo is conducted. 258

(Z) "Charitable purpose" means that the net profit of bingo, 259
other than instant bingo, is used by, or is given, donated, or 260
otherwise transferred to, any of the following: 261

(1) Any organization that is described in subsection 262 509(a)(1), 509(a)(2), or 509(a)(3) of the Internal Revenue Code 263 and is either a governmental unit or an organization that is tax 264 exempt under subsection 501(a) and described in subsection 265 501(c)(3) of the Internal Revenue Code; 266

(2) A veteran's organization that is a post, chapter, or 267 organization of veterans, or an auxiliary unit or society of, or a 268 trust or foundation for, any such post, chapter, or organization 269 organized in the United States or any of its possessions, at least 270 seventy-five per cent of the members of which are veterans and 271 substantially all of the other members of which are individuals 272 who are spouses, widows, or widowers of veterans, or such 273 individuals, provided that no part of the net earnings of such 274 post, chapter, or organization inures to the benefit of any 275 private shareholder or individual, and further provided that the 276 net profit is used by the post, chapter, or organization for the 277 charitable purposes set forth in division (B)(12) of section 278 5739.02 of the Revised Code, is used for awarding scholarships to 279 or for attendance at an institution mentioned in division (B)(12)280 of section 5739.02 of the Revised Code, is donated to a 281 governmental agency, or is used for nonprofit youth activities, 282 the purchase of United States or Ohio flags that are donated to 283 schools, youth groups, or other bona fide nonprofit organizations, 284 promotion of patriotism, or disaster relief; 285

(3) A fraternal organization that has been in continuous 286 existence in this state for fifteen years and that uses the net 287 profit exclusively for religious, charitable, scientific, 288 literary, or educational purposes, or for the prevention of 289 cruelty to children or animals, if contributions for such use 290 would qualify as a deductible charitable contribution under 291 subsection 170 of the Internal Revenue Code; 292

(4) A volunteer firefighter's organization that uses the net 293 profit for the purposes set forth in division (L) of this section. 294

(AA) "Internal Revenue Code" means the "Internal Revenue Code 295 of 1986," 100 Stat. 2085, 26 U.S.C. 1, as now or hereafter 296 amended. 297

(BB) "Youth athletic organization" means any organization,

not organized for profit, that is organized and operated 299 exclusively to provide financial support to, or to operate, 300 athletic activities for persons who are twenty-one years of age or 301 younger by means of sponsoring, organizing, operating, or 302 contributing to the support of an athletic team, club, league, or 303 association. 304 (CC) "Youth athletic park organization" means any 305 organization, not organized for profit, that satisfies both of the 306 307 following: (1) It owns, operates, and maintains playing fields that 308 satisfy both of the following: 309 310 (a) The playing fields are used at least one hundred days per year for athletic activities by one or more organizations, not 311 organized for profit, each of which is organized and operated 312 exclusively to provide financial support to, or to operate, 313 athletic activities for persons who are eighteen years of age or 314 younger by means of sponsoring, organizing, operating, or 315 contributing to the support of an athletic team, club, league, or 316 association. 317

(b) The playing fields are not used for any profit-makingactivity at any time during the year.319

(2) It uses the proceeds of bingo it conducts exclusively for 320
the operation, maintenance, and improvement of its playing fields 321
of the type described in division (CC)(1) of this section. 322

(DD) "Amateur athletic organization" means any organization, 323
not organized for profit, that is organized and operated 324
exclusively to provide financial support to, or to operate, 325
athletic activities for persons who are training for amateur 326
athletic competition that is sanctioned by a national governing 327
body as defined in the "Amateur Sports Act of 1978," 90 Stat. 328
3045, 36 U.S.C.A. 373. 329

(EE) "Bingo supplies" means bingo cards or sheets; instant 330 bingo tickets or cards; electronic bingo aids; raffle tickets; 331 punch boards; seal cards; instant bingo ticket dispensers; and 332 devices for selecting or displaying the combination of bingo 333 letters and numbers or raffle tickets. Items that are "bingo 334 supplies" are not gambling devices if sold or otherwise provided, 335 and used, in accordance with this chapter. For purposes of this 336 chapter, "bingo supplies" are not to be considered equipment used 337 to conduct a bingo game. 338

(FF) "Instant bingo" means a form of bingo that uses folded 339 or banded tickets or paper cards with perforated break-open tabs, 340 a face of which is covered or otherwise hidden from view to 341 conceal a number, letter, or symbol, or set of numbers, letters, 342 or symbols, some of which have been designated in advance as prize 343 winners. "Instant bingo" includes seal cards. "Instant bingo" does 344 not include any device that is activated by the insertion of a 345 coin, currency, token, or an equivalent, and that contains as one 346 of its components a video display monitor that is capable of 347 displaying numbers, letters, symbols, or characters in winning or 348 losing combinations. 349

(GG) "Seal card" means a form of instant bingo that uses 350 instant bingo tickets in conjunction with a board or placard that 351 contains one or more seals that, when removed or opened, reveal 352 predesignated winning numbers, letters, or symbols. 353

(HH) "Raffle" means a form of bingo in which the one or more 354 prizes are won by one or more persons who have purchased a raffle 355 ticket. The one or more winners of the raffle are determined by 356 drawing a ticket stub or other detachable section from a 357 receptacle containing ticket stubs or detachable sections 358 corresponding to all tickets sold for the raffle. 359

(II) "Punch board" means a board containing a number of holes 360 or receptacles of uniform size in which are placed, mechanically 361

and randomly, serially numbered slips of paper that may be punched	362
or drawn from the hole or receptacle when used in conjunction with	363
instant bingo. A player may punch or draw the numbered slips of	364
paper from the holes or receptacles and obtain the prize	365
established for the game if the number drawn corresponds to a	366
winning number or, if the punch board includes the use of a seal	367
card, a potential winning number.	368
(JJ) "Gross profit" means gross receipts minus the amount	369
actually expended for the payment of prize awards.	370
(KK) "Net profit" means gross profit minus expenses.	371
(LL) "Expenses" means the reasonable amount of gross profit	372
actually expended for all of the following:	373
(1) The purchase or lease of bingo supplies;	374
(2) The annual license fee required under section 2915.08 of	375
the Revised Code;	376
(3) Bank fees and service charges for a bingo session or game	377
account described in section 2915.10 of the Revised Code;	378
(4) Audits and accounting services;	379
(5) Safes;	380
(6) Cash registers;	381
(7) Hiring security personnel;	382
(8) Advertising bingo;	383
(9) Renting premises in which to conduct a bingo session;	384
(10) Tables and chairs;	385
(11) Expenses for maintaining and operating a charitable	386
organization's facilities, including, but not limited to, a post	387
home, club house, lounge, tavern, or canteen and any grounds	388
attached to the post home, club house, lounge, tavern, or canteen;	389

(12) Payment of real property taxes and assessments that are

levied on a premises on which bingo is conducted;	391
(13) Any other product or service directly related to the	392
conduct of bingo that is authorized in rules adopted by the	393
attorney general under division (B)(1) of section 2915.08 of the	394
Revised Code.	395
(MM) "Person" has the same meaning as in section 1.59 of the	396
Revised Code and includes any firm or any other legal entity,	397
however organized.	398
(NN) "Revoke" means to void permanently all rights and	399
privileges of the holder of a license issued under section	400
2915.08, 2915.081, or 2915.082 of the Revised Code or a charitable	401
gaming license issued by another jurisdiction.	402
(00) "Suspend" means to interrupt temporarily all rights and	403
privileges of the holder of a license issued under section	404
2915.08, 2915.081, or 2915.082 of the Revised Code or a charitable	405
gaming license issued by another jurisdiction.	406
(PP) "Distributor" means any person who purchases or obtains	407
bingo supplies and who does either of the following:	408
(1) Sells, offers for sale, or otherwise provides or offers	409
to provide the bingo supplies to another person for use in this	410
state;	411
(2) Modifies, converts, adds to, or removes parts from the	412
bingo supplies to further their promotion or sale for use in this	413
state.	414
(QQ) "Manufacturer" means any person who assembles completed	415
bingo supplies from raw materials, other items, or subparts or who	416
modifies, converts, adds to, or removes parts from bingo supplies	417
to further their promotion or sale.	418

(RR) "Gross annual revenues" means the annual gross receipts 419

derived from the conduct of bingo described in division (S)(1) of

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this section plus the annual net profit derived from the conduct	421
of bingo described in division (S)(2) of this section.	422
(SS) "Instant bingo ticket dispenser" means a mechanical	423
device that dispenses an instant bingo ticket or card as the sole	424
item of value dispensed and that has the following	425
characteristics:	426
(1) It is activated upon the insertion of United States	427
currency.	428
(2) It performs no gaming functions.	429
(3) It does not contain a video display monitor or generate	430
noise.	431
(4) It is not capable of displaying any numbers, letters,	432
symbols, or characters in winning or losing combinations.	433
(5) It does not simulate or display rolling or spinning	434

(5) It does n 434 reels. 435

(6) It is incapable of determining whether a dispensed bingo 436 ticket or card is a winning or nonwinning ticket or card and 437 requires a winning ticket or card to be paid by a bingo game 438 operator. 439

(7) It may provide accounting and security features to aid in 440 accounting for the instant bingo tickets or cards it dispenses. 441

(8) It is not part of an electronic network and is not 442 interactive. 443

(TT)(1) "Electronic bingo aid" means an electronic device 444 used by a participant to monitor bingo cards or sheets purchased 445 at the time and place of a bingo session and that does all of the 446 following: 447

(a) It provides a means for a participant to input numbers 448 and letters announced by a bingo caller. 449

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(b) It compares the numbers and letters entered by the 450 participant to the bingo faces previously stored in the memory of 451 the device. 452 (c) It identifies a winning bingo pattern. 453 (2) "Electronic bingo aid" does not include any device into 454 which a coin, currency, token, or an equivalent is inserted to 455 activate play. 456 (UU) "Deal of instant bingo tickets" means a single game of 457 instant bingo tickets all with the same serial number. 458 (VV)(1) "Slot machine" means either of the following: 459 (a) Any mechanical, electronic, video, or digital device that 460 is capable of accepting anything of value, directly or indirectly, 461 from or on behalf of a player who gives the thing of value in the 462 hope of gain; 463 (b) Any mechanical, electronic, video, or digital device that 464 is capable of accepting anything of value, directly or indirectly, 465 from or on behalf of a player to conduct or dispense bingo or a 466 scheme or game of chance. 467 (2) "Slot machine" does not include a skill-based amusement 468 machine or an instant bingo ticket dispenser. 469 (WW) "Net profit from the proceeds of the sale of instant 470 bingo" means gross profit minus the ordinary, necessary, and 471 reasonable expense expended for the purchase of instant bingo 472 supplies. 473 (XX) "Charitable instant bingo organization" means an 474 organization that is exempt from federal income taxation under 475 subsection 501(a) and described in subsection 501(c)(3) of the 476 Internal Revenue Code and is a charitable organization as defined 477 in this section. A "charitable instant bingo organization" does 478 not include a charitable organization that is exempt from federal 479

income taxation under subsection 501(a) and described in	480
subsection 501(c)(3) of the Internal Revenue Code and that is	481
created by a veteran's organization, a fraternal organization, or	482
a sporting organization in regards to bingo conducted or assisted	483
by a veteran's organization, a fraternal organization, or a	484
sporting organization pursuant to section 2915.13 of the Revised	485
Code.	486
(YY) "Game flare" means the board or placard that accompanies	487
each deal of instant bingo tickets and that has printed on or	488
affixed to it the following information for the game:	489
(1) The name of the game;	490
(2) The manufacturer's name or distinctive logo;	491
(3) The form number;	492
(4) The ticket count;	493
(5) The prize structure, including the number of winning	494
instant bingo tickets by denomination and the respective winning	495
symbol or number combinations for the winning instant bingo	496
tickets;	497
(6) The cost per play;	498
(7) The serial number of the game.	499
(ZZ) "Historic railroad educational organization" means an	500
organization that is exempt from federal income taxation under	501
subsection 501(a) and described in subsection 501(c)(3) of the	502
Internal Revenue Code, that owns in fee simple the tracks and the	503
right of way of a historic railroad that the organization restores	504
or maintains and on which the organization provides excursions as	505
part of a program to promote tourism and educate visitors	506
regarding the role of railroad transportation in Ohio history, and	507
that received as donations from a charitable organization that	508

holds a license to conduct bingo under this chapter an amount

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equal to at least fifty per cent of that licensed charitable	510
organization's net proceeds from the conduct of bingo during each	511
of the five years preceding June 30, 2003. "Historic railroad"	512
means all or a portion of the tracks and right-of-way of a	513
railroad that was owned and operated by a for-profit common	514
carrier in this state at any time prior to January 1, 1950.	515

(AAA)(1) "Skill-based amusement machine" means a mechanical, 516 video, digital, or electronic device that rewards the player or 517 players, if at all, only with merchandise prizes or with 518 redeemable vouchers redeemable only for merchandise prizes, 519 provided that with respect to rewards for playing the game all of 520 the following apply: 521

(a) The wholesale value of a merchandise prize awarded as a
result of the single play of a machine does not exceed ten
dollars;

(b) Redeemable vouchers awarded for any single play of a 525
machine are not redeemable for a merchandise prize with a 526
wholesale value of more than ten dollars; 527

(c) Redeemable vouchers are not redeemable for a merchandise
prize that has a wholesale value of more than ten dollars times
the fewest number of single plays necessary to accrue the
redeemable vouchers required to obtain that prize; and
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(d) Any redeemable vouchers or merchandise prizes are
distributed at the site of the skill-based amusement machine at
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the time of play.

(2) A device shall not be considered a skill-based amusement
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 machine and shall be considered a slot machine if it pays cash or
 one or more of the following apply:
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(a) The ability of a player to succeed at the game is
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impacted by the number or ratio of prior wins to prior losses of
players playing the game.
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(b) Any reward of redeemable vouchers is not based solely on 541 the player achieving the object of the game or the player's score; 542

(c) The outcome of the game, or the value of the redeemable
 voucher or merchandise prize awarded for winning the game, can be
 controlled by a source other than any player playing the game.

(d) The success of any player is or may be determined by a 546chance event that cannot be altered by player actions. 547

(e) The ability of any player to succeed at the game is 548determined by game features not visible or known to the player. 549

(f) The ability of the player to succeed at the game is(f) The ability of the player to succeed at the game i

(3) All of the following apply to any machine that is553operated as described in division (AAA)(1) of this section:554

(a) As used in this section, "game" and "play" mean one event
from the initial activation of the machine until the results of
play are determined without payment of additional consideration.
557
An individual utilizing a machine that involves a single game,
play, contest, competition, or tournament may be awarded
redeemable vouchers or merchandise prizes based on the results of
560
play.

(b) Advance play for a single game, play, contest,
competition, or tournament participation may be purchased. The
cost of the contest, competition, or tournament participation may
be greater than a single noncontest, competition, or tournament
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play.

(c) To the extent that the machine is used in a contest,
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competition, or tournament, that contest, competition, or
568
tournament has a defined starting and ending date and is open to
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participants in competition for scoring and ranking results toward
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the awarding of redeemable vouchers or merchandise prizes that are

stated prior to the start of the contest, competition, or 572 tournament. 573 (4) For purposes of division (AAA)(1) of this section, the 574 mere presence of a device, such as a pin-setting, ball-releasing, 575 or scoring mechanism, that does not contribute to or affect the 576 outcome of the play of the game does not make the device a 577 skill-based amusement machine. (BBB) "Merchandise prize" means any item of value, but shall 579 not include any of the following: 580 (1) Cash, gift cards, or any equivalent thereof; 581 (2) Plays on games of chance, state lottery tickets, bingo, 582 or instant bingo; 583 (3) Firearms, tobacco, or alcoholic beverages; or 584 (4) A redeemable voucher that is redeemable for any of the 585 items listed in division (BBB)(1), (2), or (3) of this section. 586 (CCC) "Redeemable voucher" means any ticket, token, coupon, 587 receipt, or other noncash representation of value. 588 (DDD) "Pool not conducted for profit" means a scheme in which 589 a participant gives a valuable consideration for a chance to win a 590 prize and the total amount of consideration wagered is distributed 591 to a participant or participants. 592 (EEE) "Sporting organization" means a hunting, fishing, or 593 trapping organization, other than a college or high school 594 fraternity or sorority, that is not organized for profit, that is 595 affiliated with a state or national sporting organization, 596 including but not limited to, the Ohio league of sportsmen, and 597 that has been in continuous existence in this state for a period 598 of three years. 599

(FFF) "Community action agency" has the same meaning as in 600

571

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section 122.66 of the Revised Code.

601

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Sec. 2915.02.	(A) No person shall do any of the following:	602
(1) Engage in	bookmaking, or knowingly engage in conduct that	603

facilitates bookmaking; 604

(2) Establish, promote, or operate or knowingly engage in
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 conduct that facilitates any game of chance conducted for profit
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 or any scheme of chance;
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(3) Knowingly procure, transmit, exchange, or engage in
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conduct that facilitates the procurement, transmission, or
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exchange of information for use in establishing odds or
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determining winners in connection with bookmaking or with any game
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of chance conducted for profit or any scheme of chance;
612

(4) Engage in betting or in playing any scheme or game of613chance as a substantial source of income or livelihood;614

(5) With purpose to violate division (A)(1), (2), (3), or (4)
of this section, acquire, possess, control, or operate any
616
gambling device.

(B) For purposes of division (A)(1) of this section, a person 618 facilitates bookmaking if the person in any way knowingly aids an 619 illegal bookmaking operation, including, without limitation, 620 placing a bet with a person engaged in or facilitating illegal 621 bookmaking. For purposes of division (A)(2) of this section, a 622 person facilitates a game of chance conducted for profit or a 623 scheme of chance if the person in any way knowingly aids in the 624 conduct or operation of any such game or scheme, including, 625 without limitation, playing any such game or scheme. 626

(C) This section does not prohibit conduct in connection with 627gambling expressly permitted by law. 628

(D) This section does not apply to any of the following: 629

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for money.

632

(1) Games of chance, if all of the following apply:(a) The games of chance are not craps for money or roulette631

(b) The games of chance are conducted by a charitable
organization that is, and has received from the internal revenue
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service a determination letter that is currently in effect,
stating that the organization is, exempt from federal income
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taxation under subsection 501(a) and described in subsection
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501(c)(3) of the Internal Revenue Code.

(c) The games of chance are conducted at festivals of the 639 charitable organization that are conducted either for a period of 640 four consecutive days or less and not more than twice a year or 641 for a period of five consecutive days not more than once a year, 642 and are conducted on premises owned by the charitable organization 643 for a period of no less than one year immediately preceding the 644 conducting of the games of chance, on premises leased from a 645 governmental unit, or on premises that are leased from a veteran's 646 or fraternal organization and that have been owned by the lessor 647 veteran's or fraternal organization for a period of no less than 648 one year immediately preceding the conducting of the games of 649 chance. 650

A charitable organization shall not lease premises from a 651 veteran's or fraternal organization to conduct a festival 652 described in division (D)(1)(c) of this section if the veteran's 653 or fraternal organization already has leased the premises four 654 twelve times during the preceding year to charitable organizations 655 for that purpose. If a charitable organization leases premises 656 from a veteran's or fraternal organization to conduct a festival 657 described in division (D)(1)(c) of this section, the charitable 658 organization shall not pay a rental rate for the premises per day 659 of the festival that exceeds the rental rate per bingo session 660 that a charitable organization may pay under division (B)(1) of 661

section 2915.09 of the Revised Code when it leases premises from 662 another charitable organization to conduct bingo games. 663 (d) All of the money or assets received from the games of 664 chance after deduction only of prizes paid out during the conduct 665 of the games of chance are used by, or given, donated, or 666 otherwise transferred to, any organization that is described in 667 subsection 509(a)(1), 509(a)(2), or 509(a)(3) of the Internal 668 Revenue Code and is either a governmental unit or an organization 669

that is tax exempt under subsection 501(a) and described in 670 subsection 501(c)(3) of the Internal Revenue Code; 671

(e) The games of chance are not conducted during, or within
ten hours of, a bingo game conducted for amusement purposes only
pursuant to section 2915.12 of the Revised Code.
674

No person shall receive any commission, wage, salary, reward, 675 tip, donation, gratuity, or other form of compensation, directly 676 or indirectly, for operating or assisting in the operation of any 677 game of chance. 678

(2) Any tag fishing tournament operated under a permit issued
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under section 1533.92 of the Revised Code, as "tag fishing
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tournament" is defined in section 1531.01 of the Revised Code;
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(3) Bingo conducted by a charitable organization that holds a682license issued under section 2915.08 of the Revised Code.683

(E) Division (D) of this section shall not be construed to
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authorize the sale, lease, or other temporary or permanent
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transfer of the right to conduct games of chance, as granted by
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that division, by any charitable organization that is granted that
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right.

(F) Whoever violates this section is guilty of gambling, a
misdemeanor of the first degree. If the offender previously has
been convicted of any gambling offense, gambling is a felony of
the fifth degree.

Sec. 2915.091. (A) No charitable organization that conducts 693 instant bingo shall do any of the following: 694 (1) Fail to comply with the requirements of divisions (A)(1), 695 (2), and (3) of section 2915.09 of the Revised Code; 696 (2) Conduct instant bingo unless either of the following 697 apply: 698 (a) That organization is, and has received from the internal 699 revenue service a determination letter that is currently in effect 700 stating that the organization is, exempt from federal income 701 taxation under subsection 501(a), is described in subsection 702 501(c)(3) of the Internal Revenue Code, is a charitable 703 organization as defined in section 2915.01 of the Revised Code, is 704 in good standing in the state pursuant to section 2915.08 of the 705 Revised Code, and is in compliance with Chapter 1716. of the 706 Revised Code; 707

(b) That organization is, and has received from the internal 708 revenue service a determination letter that is currently in effect 709 stating that the organization is, exempt from federal income 710 taxation under subsection 501(a), is described in subsection 711 501(c)(7), 501(c)(8), 501(c)(10), or 501(c)(19) or is a veteran's 712 organization described in subsection 501(c)(4) of the Internal 713 Revenue Code, and conducts instant bingo under section 2915.13 of 714 the Revised Code. 715

(3) Conduct instant bingo on any day, at any time, or at any
premises not specified on the organization's license issued
pursuant to section 2915.08 of the Revised Code;
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(4) Permit any person whom the organization knows or should
have known has been convicted of a felony or gambling offense in
any jurisdiction to be a bingo game operator in the conduct of
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instant bingo;

(5) Purchase or lease supplies used to conduct instant bingo
or punch board games from any person except a distributor licensed
value restriction 2915.081 of the Revised Code;

(6) Sell or provide any instant bingo ticket or card for a 726
price different from the price printed on it by the manufacturer 727
on either the instant bingo ticket or card or on the game flare; 728

(7) Sell an instant bingo ticket or card to a person under(7) Sell an instant bingo ticket or card to a person under729730

(8) Fail to keep unsold instant bingo tickets or cards for(8) Fail to keep unsold instant bingo tickets or cards for731732

(9) Pay any compensation to a bingo game operator for 733 conducting instant bingo that is conducted by the organization or 734 for preparing, selling, or serving food or beverages at the site 735 of the instant bingo game, permit any auxiliary unit or society of 736 the organization to pay compensation to any bingo game operator 737 who prepares, sells, or serves food or beverages at an instant 738 bingo game conducted by the organization, or permit any auxiliary 739 unit or society of the organization to prepare, sell, or serve 740 food or beverages at an instant bingo game conducted by the 741 organization, if the auxiliary unit or society pays any 742 compensation to the bingo game operators who prepare, sell, or 743 serve the food or beverages; 744

(10) Pay fees to any person for any services performed in 745relation to an instant bingo game; 746

(11) Pay fees to any person who provides refreshments to theparticipants in an instant bingo game;748

(12)(a) Allow instant bingo tickets or cards to be sold to 749 bingo game operators at a premises at which the organization sells 750 instant bingo tickets or cards or to be sold to employees of a D 751 permit holder who are working at a premises at which instant bingo 752 tickets or cards are sold; 753

(b) Division (A)(12)(a) of this section does not prohibit a 754 licensed charitable organization or a bingo game operator from 755 giving any person an instant bingo tickets ticket as a prize. 756 (13) Fail to display its bingo license, and the serial 757 numbers of the deal of instant bingo tickets or cards to be sold, 758 conspicuously at each premises at which it sells instant bingo 759 tickets or cards; 760

(14) Possess a deal of instant bingo tickets or cards that 761 was not purchased from a distributor licensed under section 762 2915.081 of the Revised Code as reflected on an invoice issued by 763 the distributor that contains all of the information required by 764 division (E) of section 2915.10 of the Revised Code; 765

(15) Fail, once it opens a deal of instant bingo tickets or 766 cards, to continue to sell the tickets or cards in that deal until 767 the tickets or cards with the top two highest tiers of prizes in 768 769 that deal are sold;

(16) Purchase, lease, or use instant bingo ticket dispensers 770 to sell instant bingo tickets or cards; 771

(17) Possess bingo supplies that were not obtained in 772 accordance with sections 2915.01 to 2915.13 of the Revised Code. 773

(B)(1) A charitable organization may conduct instant bingo 774 775 other than at a bingo session at not more than five separate locations. A charitable organization that is exempt from federal 776 taxation under subsection 501(a) and described in subsection 777 501(c)(3) of the Internal Revenue Code and that is created by a 778 veteran's organization or a fraternal organization is not limited 779 in the number of separate locations the charitable organization 780 may conduct instant bingo other than at a bingo session. 781

(2) A charitable organization may purchase, lease, or use 782 instant bingo ticket dispensers to sell instant bingo tickets or 783 cards. 784

(C) The attorney general may adopt rules in accordance with 785 Chapter 119. of the Revised Code that govern the conduct of 786 instant bingo by charitable organizations. Before those rules are 787 adopted, the attorney general shall reference the recommended 788 standards for opacity, randomization, minimum information, winner 789 protection, color, and cutting for instant bingo tickets or cards, 790 seal cards, and punch boards established by the North American 791 gaming regulators association. 792

(D) Whoever violates division (A) of this section or a rule 793
adopted under division (C) of this section is guilty of illegal 794
instant bingo conduct. Except as otherwise provided in this 795
division, illegal instant bingo conduct is a misdemeanor of the 796
first degree. If the offender previously has been convicted of a 797
violation of division (A) of this section or of such a rule, 798
illegal instant bingo conduct is a felony of the fifth degree. 799

Section 2. That existing sections 2915.01, 2915.02, and8002915.091 of the Revised Code are hereby repealed.801