As Introduced

131st General Assembly Regular Session 2015-2016

S. B. No. 86

Senator Gardner

A BILL

То	amend sections 2915.01, 2915.07, and 2915.10 and	1
	to enact section 2915.096 of the Revised Code to	2
	permit charitable organizations to conduct not-	3
	for-profit quarter auctions	4

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

Section 1. That sections 2913.01, 2913.07, and 2913.10 be	5
amended and section 2915.096 of the Revised Code be enacted to	6
read as follows:	7
Sec. 2915.01. As used in this chapter:	8
(A) "Bookmaking" means the business of receiving or paying	9
off bets.	10
(B) "Bet" means the hazarding of anything of value upon	11
the result of an event, undertaking, or contingency, but does	12
not include a bona fide business risk.	13
(C) "Scheme of chance" means a slot machine unless	14
authorized under Chapter 3772. of the Revised Code, lottery	15
unless authorized under Chapter 3770. of the Revised Code,	16
numbers game, pool conducted for profit, or other scheme in	17
which a participant gives a valuable consideration for a chance	18

to win a prize, but does not include bingo, a skill-based	19
amusement machine, or a pool not conducted for profit. "Scheme	20
of chance" includes the use of an electronic device to reveal	21
the results of a game entry if valuable consideration is paid,	22
directly or indirectly, for a chance to win a prize. Valuable	23
consideration is deemed to be paid for a chance to win a prize	24
in the following instances:	25
(1) Less than fifty per cent of the goods or services sold	26
by a scheme of chance operator in exchange for game entries are	27
used or redeemed by participants at any one location;	28
(2) Less than fifty per cent of participants who purchase	29
goods or services at any one location do not accept, use, or	30
redeem the goods or services sold or purportedly sold;	31
(3) More than fifty per cent of prizes at any one location	32
are revealed to participants through an electronic device	33
simulating a game of chance or a "casino game" as defined in	34
section 3772.01 of the Revised Code;	35
(4) The good or service sold by a scheme of chance	36
operator in exchange for a game entry cannot be used or redeemed	37
in the manner advertised;	38
(5) A participant pays more than fair market value for	39
goods or services offered by a scheme of chance operator in	40
order to receive one or more game entries;	41
(6) A participant may use the electronic device to	42
purchase additional game entries;	43
(7) A participant may purchase additional game entries by	44
using points or credits won as prizes while using the electronic	4.5
device;	46

(8) A scheme of chance operator pays out in prize money	47
more than twenty per cent of the gross revenue received at one	48
location; or	49
(9) A participant makes a purchase or exchange in order to	50
obtain any good or service that may be used to facilitate play	51
on the electronic device.	52
As used in this division, "electronic device" means a	53
mechanical, video, digital, or electronic machine or device that	54
is capable of displaying information on a screen or other	55
mechanism and that is owned, leased, or otherwise possessed by	56
any person conducting a scheme of chance, or by that person's	57
partners, affiliates, subsidiaries, or contractors.	58
(D) "Game of chance" means poker, craps, roulette, or	59
other game in which a player gives anything of value in the hope	60
of gain, the outcome of which is determined largely by chance,	61
but does not include bingo.	62
(E) "Game of chance conducted for profit" means any game	63
of chance designed to produce income for the person who conducts	64
or operates the game of chance, but does not include bingo.	65
(F) "Gambling device" means any of the following:	66
(1) A book, totalizer, or other equipment for recording	67
bets;	68
(2) A ticket, token, or other device representing a	69
chance, share, or interest in a scheme of chance or evidencing a	70
bet;	71
(3) A deck of cards, dice, gaming table, roulette wheel,	72
slot machine, or other apparatus designed for use in connection	73
with a game of chance;	74

(4) Any equipment, device, apparatus, or paraphernalia	75
specially designed for gambling purposes;	76
(5) Bingo supplies sold or otherwise provided, or used, in	77
violation of this chapter.	78
(G) "Gambling offense" means any of the following:	79
(1) A violation of section 2915.02, 2915.03, 2915.04,	80
2915.05, 2915.06, 2915.07, 2915.08, 2915.081, 2915.082, 2915.09,	81
2915.091, 2915.092, 2915.10, or 2915.11 of the Revised Code;	82
(2) A violation of an existing or former municipal	83
ordinance or law of this or any other state or the United States	84
substantially equivalent to any section listed in division (G)	85
(1) of this section or a violation of section 2915.06 of the	86
Revised Code as it existed prior to July 1, 1996;	87
(3) An offense under an existing or former municipal	88
ordinance or law of this or any other state or the United	89
States, of which gambling is an element;	90
(4) A conspiracy or attempt to commit, or complicity in	91
committing, any offense under division (G)(1), (2), or (3) of	92
this section.	93
(H) Except as otherwise provided in this chapter,	94
"charitable organization" means either of the following:	95
(1) An organization that is, and has received from the	96
internal revenue service a determination letter that currently	97
is in effect stating that the organization is, exempt from	98
federal income taxation under subsection 501(a) and described in	99
subsection 501(c)(3) of the Internal Revenue Code;	100
(2) A volunteer rescue service organization, volunteer	101
firefighter's organization, veteran's organization, fraternal	102

organization, or sporting organization that is exempt from	103
federal income taxation under subsection 501(c)(4), (c)(7), (c)	104
(8), (c)(10), or (c)(19) of the Internal Revenue Code.	105
To qualify as a "charitable organization," an organization	106
shall have been in continuous existence as such in this state	107
for a period of two years immediately preceding either the	108
making of an application for a bingo license under section	109
2915.08 of the Revised Code or the conducting of any game of	110
chance as provided in division (D) of section 2915.02 of the	111
Revised Code.	112
(I) "Religious organization" means any church, body of	113
communicants, or group that is not organized or operated for	114
profit and that gathers in common membership for regular worship	115
and religious observances.	116
(J) "Veteran's organization" means any individual post or	117
state headquarters of a national veteran's association or an	118
auxiliary unit of any individual post of a national veteran's	119
association, which post, state headquarters, or auxiliary unit	120
is incorporated as a nonprofit corporation and either has	121
received a letter from the state headquarters of the national	122
veteran's association indicating that the individual post or	123
auxiliary unit is in good standing with the national veteran's	124
association or has received a letter from the national veteran's	125
association indicating that the state headquarters is in good	126
standing with the national veteran's association. As used in	127
this division, "national veteran's association" means any	128
veteran's association that has been in continuous existence as	129
such for a period of at least five years and either is	130
incorporated by an act of the United States congress or has a	131

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national dues-paying membership of at least five thousand

persons.	133
(K) "Volunteer firefighter's organization" means any	134
organization of volunteer firefighters, as defined in section	135
146.01 of the Revised Code, that is organized and operated	136
exclusively to provide financial support for a volunteer fire	137
department or a volunteer fire company and that is recognized or	138
ratified by a county, municipal corporation, or township.	139
(L) "Fraternal organization" means any society, order,	140
state headquarters, or association within this state, except a	141
college or high school fraternity, that is not organized for	142
profit, that is a branch, lodge, or chapter of a national or	143
state organization, that exists exclusively for the common	144
business or sodality of its members.	145
(M) "Volunteer rescue service organization" means any	146
organization of volunteers organized to function as an emergency	147
medical service organization, as defined in section 4765.01 of	148
the Revised Code.	149
(N) "Charitable bingo game" means any bingo game described	150
in division (0)(1) or (2) of this section that is conducted by a	151
charitable organization that has obtained a license pursuant to	152
section 2915.08 of the Revised Code and the proceeds of which	153
are used for a charitable purpose.	154
(O) "Bingo" means either of the following:	155
(1) A game with all of the following characteristics:	156
(a) The participants use bingo cards or sheets, including	157
paper formats and electronic representation or image formats,	158
that are divided into twenty-five spaces arranged in five	159
horizontal and five vertical rows of spaces, with each space,	160
except the central space, being designated by a combination of a	161

letter and a number and with the central space being designated	162
as a free space.	163
(b) The participants cover the spaces on the bingo cards	164
or sheets that correspond to combinations of letters and numbers	165
that are announced by a bingo game operator.	166
(c) A bingo game operator announces combinations of	167
letters and numbers that appear on objects that a bingo game	168
operator selects by chance, either manually or mechanically,	169
from a receptacle that contains seventy-five objects at the	170
beginning of each game, each object marked by a different	171
combination of a letter and a number that corresponds to one of	172
the seventy-five possible combinations of a letter and a number	173
that can appear on the bingo cards or sheets.	174
(d) The winner of the bingo game includes any participant	175
who properly announces during the interval between the	176
announcements of letters and numbers as described in division	177
(O)(1)(c) of this section, that a predetermined and preannounced	178
pattern of spaces has been covered on a bingo card or sheet	179
being used by the participant.	180
(2) Instant bingo, punch boards, and raffles, and quarter	181
auctions.	182
(P) "Conduct" means to back, promote, organize, manage,	183
carry on, sponsor, or prepare for the operation of bingo or a	184
game of chance, a scheme of chance, or a sweepstakes.	185
(Q) "Bingo game operator" means any person, except	186
security personnel, who performs work or labor at the site of	187
bingo, including, but not limited to, collecting money from	188
participants, handing out bingo cards or sheets or objects to	189
cover spaces on bingo cards or sheets, selecting from a	190

receptacle the objects that contain the combination of letters	191
and numbers that appear on bingo cards or sheets, calling out	192
the combinations of letters and numbers, distributing prizes,	193
selling or redeeming instant bingo tickets or cards, supervising	194
the operation of a punch board, selling raffle tickets,	195
selecting raffle tickets from a receptacle and announcing the	196
winning numbers in a raffle, selling a chance to win a prize in	197
a quarter auction, selecting chips or tokens from a receptacle	198
and announcing winning numbers in a quarter auction, and	199
preparing, selling, and serving food or beverages.	200
(R) "Participant" means any person who plays bingo.	201
(S) "Bingo session" means a period that includes both of	202
the following:	203
(1) Not to exceed five continuous hours for the conduct of	204
one or more games described in division (0)(1) of this section,	205
instant bingo, and seal cards;	206
(2) A period for the conduct of instant bingo and seal	207
cards for not more than two hours before and not more than two	208
hours after the period described in division (S)(1) of this	209
section.	210
(T) "Gross receipts" means all money or assets, including	211
admission fees, that a person receives from bingo without the	212
deduction of any amounts for prizes paid out or for the expenses	213
of conducting bingo. "Gross receipts" does not include any money	214
directly taken in from the sale of food or beverages by a	215
charitable organization conducting bingo, or by a bona fide	216
auxiliary unit or society of a charitable organization	217
conducting bingo, provided all of the following apply:	218

(1) The auxiliary unit or society has been in existence as 219

a bona fide auxiliary unit or society of the charitable	220
organization for at least two years prior to conducting bingo.	221
(2) The person who purchases the food or beverage receives	222
nothing of value except the food or beverage and items	223
customarily received with the purchase of that food or beverage.	224
(3) The food and beverages are sold at customary and	225
reasonable prices.	226
(U) "Security personnel" includes any person who either is	227
a sheriff, deputy sheriff, marshal, deputy marshal, township	228
constable, or member of an organized police department of a	229
municipal corporation or has successfully completed a peace	230
officer's training course pursuant to sections 109.71 to 109.79	231
of the Revised Code and who is hired to provide security for the	232
premises on which bingo is conducted.	233
(V) "Charitable purpose" means that the net profit of	234
bingo, other than instant bingo, is used by, or is given,	235
donated, or otherwise transferred to, any of the following:	236
(1) Any organization that is described in subsection	237
509(a)(1), 509(a)(2), or 509(a)(3) of the Internal Revenue Code	238
509(a)(1), 509(a)(2), or 509(a)(3) of the Internal Revenue Code and is either a governmental unit or an organization that is tax	238 239
and is either a governmental unit or an organization that is tax	239
and is either a governmental unit or an organization that is tax exempt under subsection 501(a) and described in subsection	239 240
and is either a governmental unit or an organization that is tax exempt under subsection 501(a) and described in subsection 501(c)(3) of the Internal Revenue Code;	239 240 241
and is either a governmental unit or an organization that is tax exempt under subsection 501(a) and described in subsection 501(c)(3) of the Internal Revenue Code; (2) A veteran's organization that is a post, chapter, or	239 240 241 242
and is either a governmental unit or an organization that is tax exempt under subsection 501(a) and described in subsection 501(c)(3) of the Internal Revenue Code; (2) A veteran's organization that is a post, chapter, or organization of veterans, or an auxiliary unit or society of, or	239 240 241 242 243
and is either a governmental unit or an organization that is tax exempt under subsection 501(a) and described in subsection 501(c)(3) of the Internal Revenue Code; (2) A veteran's organization that is a post, chapter, or organization of veterans, or an auxiliary unit or society of, or a trust or foundation for, any such post, chapter, or	239 240 241 242 243 244
and is either a governmental unit or an organization that is tax exempt under subsection 501(a) and described in subsection 501(c)(3) of the Internal Revenue Code; (2) A veteran's organization that is a post, chapter, or organization of veterans, or an auxiliary unit or society of, or a trust or foundation for, any such post, chapter, or organization organized in the United States or any of its	239240241242243244245

veterans, or such individuals, provided that no part of the net	249
earnings of such post, chapter, or organization inures to the	250
benefit of any private shareholder or individual, and further	251
provided that the net profit is used by the post, chapter, or	252
organization for the charitable purposes set forth in division	253
(B)(12) of section 5739.02 of the Revised Code, is used for	254
awarding scholarships to or for attendance at an institution	255
mentioned in division (B)(12) of section 5739.02 of the Revised	256
Code, is donated to a governmental agency, or is used for	257
nonprofit youth activities, the purchase of United States or	258
Ohio flags that are donated to schools, youth groups, or other	259
bona fide nonprofit organizations, promotion of patriotism, or	260
disaster relief;	261
(3) A fraternal organization that has been in continuous	262
existence in this state for fifteen years and that uses the net	263
profit exclusively for religious, charitable, scientific,	264
literary, or educational purposes, or for the prevention of	265
cruelty to children or animals, if contributions for such use	266
would qualify as a deductible charitable contribution under	267
subsection 170 of the Internal Revenue Code;	268
(4) A volunteer firefighter's organization that uses the	269
net profit for the purposes set forth in division (K) of this	270
section.	271
(W) "Internal Revenue Code" means the "Internal Revenue	272
Code of 1986," 100 Stat. 2085, 26 U.S.C. 1, as now or hereafter	273
amended.	274
(X) "Youth athletic organization" means any organization,	275
not organized for profit, that is organized and operated	275
exclusively to provide financial support to, or to operate,	277
athletic activities for persons who are twenty-one years of age	278
and the state of t	2,0

or younger by means of sponsoring, organizing, operating, or	279
contributing to the support of an athletic team, club, league,	280
or association.	281
(Y) "Youth athletic park organization" means any	282
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organization, not organized for profit, that satisfies both of	
the following:	284
(1) It owns, operates, and maintains playing fields that	285
satisfy both of the following:	286
(a) The playing fields are used at least one hundred days	287
per year for athletic activities by one or more organizations,	288
not organized for profit, each of which is organized and	289
operated exclusively to provide financial support to, or to	290
operate, athletic activities for persons who are eighteen years	291
of age or younger by means of sponsoring, organizing, operating,	292
or contributing to the support of an athletic team, club,	293
league, or association.	294
(b) The playing fields are not used for any profit-making	295
activity at any time during the year.	296
(2) It uses the proceeds of bingo it conducts exclusively	297
for the operation, maintenance, and improvement of its playing	298
fields of the type described in division (Y)(1) of this section.	299
ricial of the type described in division (1) (1) of this section.	233
(Z) "Bingo supplies" means bingo cards or sheets; instant	300
bingo tickets or cards; electronic bingo aids; raffle tickets;	301
<pre>punch boards; seal cards; instant bingo ticket dispensers;</pre>	302
quarter auction bid paddles, chips, and tokens; and devices for	303
selecting or displaying the combination of bingo letters and	304
numbers or raffle tickets, or quarter auction winning numbers.	305
Items that are "bingo supplies" are not gambling devices if sold	306
or otherwise provided and used in accordance with this	307

chapter. For purposes of this chapter, "bingo supplies" are not 308 to be considered equipment used to conduct a bingo game. 309 (AA) "Instant bingo" means a form of bingo that shall use 310 folded or banded tickets or paper cards with perforated break-311 open tabs, a face of which is covered or otherwise hidden from 312 view to conceal a number, letter, or symbol, or set of numbers, 313 letters, or symbols, some of which have been designated in 314 advance as prize winners, and may also include games in which 315 some winners are determined by the random selection of one or 316 more bingo numbers by the use of a seal card or bingo blower. In 317 all "instant bingo" the prize amount and structure shall be 318 predetermined. "Instant bingo" does not include any device that 319 is activated by the insertion of a coin, currency, token, or an 320 equivalent, and that contains as one of its components a video 321 display monitor that is capable of displaying numbers, letters, 322 symbols, or characters in winning or losing combinations. 323 (BB) "Seal card" means a form of instant bingo that uses 324 instant bingo tickets in conjunction with a board or placard 325 that contains one or more seals that, when removed or opened, 326 reveal predesignated winning numbers, letters, or symbols. 327 (CC) "Raffle" means a form of bingo in which the one or 328 more prizes are won by one or more persons who have purchased a 329 raffle ticket. The one or more winners of the raffle are 330 determined by drawing a ticket stub or other detachable section 331 from a receptacle containing ticket stubs or detachable sections 332 corresponding to all tickets sold for the raffle. "Raffle" does 333 not include the drawing of a ticket stub or other detachable 334 section of a ticket purchased to attend a professional sporting 335 event if both of the following apply: 336

(1) The ticket stub or other detachable section is used to

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select the winner of a free prize given away at the professional	338
sporting event; and	339
(2) The cost of the ticket is the same as the cost of a	340
ticket to the professional sporting event on days when no free	341
prize is given away.	342
(DD) "Punch board" means a board containing a number of	343
holes or receptacles of uniform size in which are placed,	344
mechanically and randomly, serially numbered slips of paper that	345
may be punched or drawn from the hole or receptacle when used in	346
conjunction with instant bingo. A player may punch or draw the	347
numbered slips of paper from the holes or receptacles and obtain	348
the prize established for the game if the number drawn	349
corresponds to a winning number or, if the punch board includes	350
the use of a seal card, a potential winning number.	351
(EE) "Gross profit" means gross receipts minus the amount	352
actually expended for the payment of prize awards.	353
(FF) "Net profit" means gross profit minus expenses.	354
(GG) "Expenses" means the reasonable amount of gross	355
profit actually expended for all of the following:	356
(1) The purchase or lease of bingo supplies;	357
(2) The annual license fee required under section 2915.08	358
of the Revised Code;	359
(3) Bank fees and service charges for a bingo session or	360
game account described in section 2915.10 of the Revised Code;	361
(4) Audits and accounting services;	362
(1) Mudico and accounting Services,	302
(5) Safes;	363
(6) Cash registers;	364

(7) Hiring security personnel;	365
(8) Advertising bingo;	366
(9) Renting premises in which to conduct a bingo session;	367
(10) Tables and chairs;	368
(11) Expenses for maintaining and operating a charitable	369
organization's facilities, including, but not limited to, a post	370
home, club house, lounge, tavern, or canteen and any grounds	371
attached to the post home, club house, lounge, tavern, or	372
canteen;	373
(12) Payment of real property taxes and assessments that	374
are levied on a premises on which bingo is conducted;	375
(13) Any other product or service directly related to the	376
conduct of bingo that is authorized in rules adopted by the	377
attorney general under division (B)(1) of section 2915.08 of the	378
Revised Code.	379
(HH) "Person" has the same meaning as in section 1.59 of	380
the Revised Code and includes any firm or any other legal	381
entity, however organized.	382
(II) "Revoke" means to void permanently all rights and	383
privileges of the holder of a license issued under section	384
2915.08, 2915.081, or 2915.082 of the Revised Code or a	385
charitable gaming license issued by another jurisdiction.	386
(JJ) "Suspend" means to interrupt temporarily all rights	387
and privileges of the holder of a license issued under section	388
2915.08, 2915.081, or 2915.082 of the Revised Code or a	389
charitable gaming license issued by another jurisdiction.	390
(KK) "Distributor" means any person who purchases or	391

obtains bingo supplies and who does either of the following:	392
(1) Sells, offers for sale, or otherwise provides or	393
offers to provide the bingo supplies to another person for use	394
in this state;	395
(2) Modifies, converts, adds to, or removes parts from the	396
bingo supplies to further their promotion or sale for use in	397
this state.	398
(LL) "Manufacturer" means any person who assembles	399
completed bingo supplies from raw materials, other items, or	400
subparts or who modifies, converts, adds to, or removes parts	401
from bingo supplies to further their promotion or sale.	402
(MM) "Gross annual revenues" means the annual gross	403
receipts derived from the conduct of bingo described in division	404
(0)(1) of this section plus the annual net profit derived from	405
the conduct of bingo described in division (0)(2) of this	406
section.	407
(NN) "Instant bingo ticket dispenser" means a mechanical	408
device that dispenses an instant bingo ticket or card as the	409
sole item of value dispensed and that has the following	410
characteristics:	411
(1) It is activated upon the insertion of United States	412
currency.	413
carrency.	113
(2) It performs no gaming functions.	414
(3) It does not contain a video display monitor or	415
generate noise.	416
(4) It is not capable of displaying any numbers, letters,	417
symbols, or characters in winning or losing combinations.	418

(5) It does not simulate or display rolling or spinning	419
reels.	420
(6) It is incapable of determining whether a dispensed	421
bingo ticket or card is a winning or nonwinning ticket or card	422
and requires a winning ticket or card to be paid by a bingo game	423
operator.	424
(7) It may provide accounting and security features to aid	425
in accounting for the instant bingo tickets or cards it	426
dispenses.	427
(8) It is not part of an electronic network and is not	428
interactive.	429
(00)(1) "Electronic bingo aid" means an electronic device	430
used by a participant to monitor bingo cards or sheets purchased	431
at the time and place of a bingo session and that does all of	432
the following:	433
(a) It provides a means for a participant to input numbers	434
and letters announced by a bingo caller.	435
(b) It compares the numbers and letters entered by the	436
participant to the bingo faces previously stored in the memory	437
of the device.	438
(c) It identifies a winning bingo pattern.	439
(2) "Electronic bingo aid" does not include any device	440
into which a coin, currency, token, or an equivalent is inserted	441
to activate play.	442
(PP) "Deal of instant bingo tickets" means a single game	443
of instant bingo tickets all with the same serial number.	444
(QQ)(1) "Slot machine" means either of the following:	445

(a) Any mechanical, electronic, video, or digital device	446
that is capable of accepting anything of value, directly or	447
indirectly, from or on behalf of a player who gives the thing of	448
value in the hope of gain;	449
(b) Any mechanical, electronic, video, or digital device	450
that is capable of accepting anything of value, directly or	451
indirectly, from or on behalf of a player to conduct bingo or a	452
scheme or game of chance.	453
(2) "Slot machine" does not include a skill-based	454
amusement machine or an instant bingo ticket dispenser.	455
(RR) "Net profit from the proceeds of the sale of instant	456
bingo" means gross profit minus the ordinary, necessary, and	457
reasonable expense expended for the purchase of instant bingo	458
supplies, and, in the case of instant bingo conducted by a	459
veteran's, fraternal, or sporting organization, minus the	460
payment by that organization of real property taxes and	461
assessments levied on a premises on which instant bingo is	462
conducted.	463
(SS) "Charitable instant bingo organization" means an	464
organization that is exempt from federal income taxation under	465
subsection 501(a) and described in subsection 501(c)(3) of the	466
Internal Revenue Code and is a charitable organization as	467
defined in this section. A "charitable instant bingo	468
organization" does not include a charitable organization that is	469
exempt from federal income taxation under subsection 501(a) and	470
described in subsection 501(c)(3) of the Internal Revenue Code	471
and that is created by a veteran's organization, a fraternal	472
organization, or a sporting organization in regards to bingo	473
conducted or assisted by a veteran's organization, a fraternal	474
organization, or a sporting organization pursuant to section	475

2915.13 of the Revised Code.	476
(TT) "Game flare" means the board or placard that	477
accompanies each deal of instant bingo tickets and that has	478
printed on or affixed to it the following information for the	479
game:	480
(1) The name of the game;	481
(2) The manufacturer's name or distinctive logo;	482
(3) The form number;	483
(4) The ticket count;	484
(5) The prize structure, including the number of winning	485
instant bingo tickets by denomination and the respective winning	486
symbol or number combinations for the winning instant bingo	487
tickets;	488
(6) The cost per play;	489
(7) The serial number of the game.	490
(UU)(1) "Skill-based amusement machine" means a	491
mechanical, video, digital, or electronic device that rewards	492
the player or players, if at all, only with merchandise prizes	493
or with redeemable vouchers redeemable only for merchandise	494
prizes, provided that with respect to rewards for playing the	495
game all of the following apply:	496
(a) The wholesale value of a merchandise prize awarded as	497
a result of the single play of a machine does not exceed ten	498
dollars;	499
(b) Redeemable vouchers awarded for any single play of a	500
machine are not redeemable for a merchandise prize with a	501
wholesale value of more than ten dollars;	502

(c) Redeemable vouchers are not redeemable for a	503
merchandise prize that has a wholesale value of more than ten	504
dollars times the fewest number of single plays necessary to	505
accrue the redeemable vouchers required to obtain that prize;	506
and	507
(d) Any redeemable vouchers or merchandise prizes are	508
distributed at the site of the skill-based amusement machine at	509
the time of play.	510
A card for the purchase of gasoline is a redeemable	511
voucher for purposes of division (UU)(1) of this section even if	512
the skill-based amusement machine for the play of which the card	513
is awarded is located at a place where gasoline may not be	514
legally distributed to the public or the card is not redeemable	515
at the location of, or at the time of playing, the skill-based	516
amusement machine.	517
(2) A device shall not be considered a skill-based	518
amusement machine and shall be considered a slot machine if it	519
pays cash or one or more of the following apply:	520
(a) The ability of a player to succeed at the game is	521
impacted by the number or ratio of prior wins to prior losses of	522
players playing the game.	523
(b) Any reward of redeemable vouchers is not based solely	524
on the player achieving the object of the game or the player's	525
score;	526
(c) The outcome of the game, or the value of the	527
redeemable voucher or merchandise prize awarded for winning the	528
game, can be controlled by a source other than any player	529
playing the game.	530
(d) The success of any player is or may be determined by a	531

chance event that cannot be altered by player actions.	532
(e) The ability of any player to succeed at the game is	533
determined by game features not visible or known to the player.	534
(f) The ability of the player to succeed at the game is	535
impacted by the exercise of a skill that no reasonable player	536
could exercise.	537
(3) All of the following apply to any machine that is	538
operated as described in division (UU)(1) of this section:	539
(a) As used in division (UU) of this section, "game" and	540
"play" mean one event from the initial activation of the machine	541
until the results of play are determined without payment of	542
additional consideration. An individual utilizing a machine that	543
involves a single game, play, contest, competition, or	544
tournament may be awarded redeemable vouchers or merchandise	545
prizes based on the results of play.	546
(b) Advance play for a single game, play, contest,	547
competition, or tournament participation may be purchased. The	548
cost of the contest, competition, or tournament participation	549
may be greater than a single noncontest, competition, or	550
tournament play.	551
(c) To the extent that the machine is used in a contest,	552
competition, or tournament, that contest, competition, or	553
tournament has a defined starting and ending date and is open to	554
participants in competition for scoring and ranking results	555
toward the awarding of redeemable vouchers or merchandise prizes	556
that are stated prior to the start of the contest, competition,	557
or tournament.	558
(4) For purposes of division (UU)(1) of this section, the	559
mere presence of a device, such as a pin-setting, ball-	560

releasing, or scoring mechanism, that does not contribute to or	561
affect the outcome of the play of the game does not make the	562
device a skill-based amusement machine.	563
(VV) "Merchandise prize" means any item of value, but	564
shall not include any of the following:	565
(1) Cash, gift cards, or any equivalent thereof;	566
(2) Plays on games of chance, state lottery tickets,	567
bingo, or instant bingo;	568
(3) Firearms, tobacco, or alcoholic beverages; or	569
(4) A redeemable voucher that is redeemable for any of the	570
items listed in division (VV)(1), (2), or (3) of this section.	571
(WW) "Redeemable voucher" means any ticket, token, coupon,	572
receipt, or other noncash representation of value.	573
(XX) "Pool not conducted for profit" means a scheme in	574
which a participant gives a valuable consideration for a chance	575
to win a prize and the total amount of consideration wagered is	576
distributed to a participant or participants.	577
(YY) "Sporting organization" means a hunting, fishing, or	578
trapping organization, other than a college or high school	579
fraternity or sorority, that is not organized for profit, that	580
is affiliated with a state or national sporting organization,	581
including but not limited to, the league of Ohio sportsmen, and	582
that has been in continuous existence in this state for a period	583
of three years.	584
(ZZ) "Community action agency" has the same meaning as in	585
section 122.66 of the Revised Code.	586
(AAA) (1) "Sweenstakes terminal device" means a mechanical	587

video, digital, or electronic machine or device that is owned,	588
leased, or otherwise possessed by any person conducting a	589
sweepstakes, or by that person's partners, affiliates,	590
subsidiaries, or contractors, that is intended to be used by a	591
sweepstakes participant, and that is capable of displaying	592
information on a screen or other mechanism. A device is a	593
sweepstakes terminal device if any of the following apply:	594
(a) The device uses a simulated game terminal as a	595
representation of the prizes associated with the results of the	596
sweepstakes entries.	597
(b) The device utilizes software such that the simulated	598
game influences or determines the winning of or value of the	599
prize.	600
(c) The device selects prizes from a predetermined finite	601
pool of entries.	602
(d) The device utilizes a mechanism that reveals the	603
content of a predetermined sweepstakes entry.	604
(e) The device predetermines the prize results and stores	605
those results for delivery at the time the sweepstakes entry	606
results are revealed.	607
(f) The device utilizes software to create a game result.	608
(g) The device reveals the prize incrementally, even	609
though the device does not influence the awarding of the prize	610
or the value of any prize awarded.	611
(h) The device determines and associates the prize with an	612
entry or entries at the time the sweepstakes is entered.	613
(2) As used in this division and in section 2915.02 of the	614
Revised Code:	615

(a) "Enter" means the act by which a person becomes	616
eligible to receive any prize offered in a sweepstakes.	617
(b) "Entry" means one event from the initial activation of	618
the sweepstakes terminal device until all the sweepstakes prize	619
results from that activation are revealed.	620
(c) "Prize" means any gift, award, gratuity, good,	621
service, credit, reward, or any other thing of value that may be	622
transferred to a person, whether possession of the prize is	623
actually transferred, or placed on an account or other record as	624
evidence of the intent to transfer the prize.	625
(d) "Sweepstakes terminal device facility" means any	626
location in this state where a sweepstakes terminal device is	627
provided to a sweepstakes participant, except as provided in	628
division (G) of section 2915.02 of the Revised Code.	629
(BBB) "Sweepstakes" means any game, contest, advertising	630
scheme or plan, or other promotion where consideration is not	631
required for a person to enter to win or become eligible to	632
receive any prize, the determination of which is based upon	633
chance. "Sweepstakes" does not include bingo as authorized under	634
this chapter, pari-mutuel wagering as authorized by Chapter	635
3769. of the Revised Code, lotteries conducted by the state	636
lottery commission as authorized by Chapter 3770. of the Revised	637
Code, and casino gaming as authorized by Chapter 3772. of the	638
Revised Code.	639
(CCC) "Quarter auction" means a form of bingo in which one	640
or more prizes are won by one or more persons who have given	641
valuable consideration for a chance to win a prize by purchasing	642
one or more numbered bid paddles that correspond to the same	643
numbered thin or token that is placed in a recentable. The one	647

or more winners of the quarter auction are determined by	645
selecting a chip or token from the receptacle and matching the	646
number of the selected chip or token to a numbered bid paddle	647
held up by a person before the selection of the chip or token.	648
Sec. 2915.07. (A) No person, except a charitable	649
organization that has obtained a license pursuant to section	650
2915.08 of the Revised Code, shall conduct or advertise bingo.	651
This division does not apply to a raffle or a quarter auction	652
that a charitable organization conducts or advertises.	653
(B) Whoever violates this section is guilty of conducting	654
illegal bingo, a felony of the fourth degree.	655
Sec. 2915.096. (A) A charitable organization may conduct a	656
quarter auction to raise money for the organization, and does	657
not need a license to conduct bingo in order to conduct a	658
quarter auction that is not for profit.	659
(B) No person shall conduct a quarter auction except as	660
provided in division (A) of this section.	661
(C) Whoever knowingly violates division (B) of this	662
section is guilty of illegal conduct of a quarter auction.	663
Except as otherwise provided in this division, illegal conduct	664
of a quarter auction is a misdemeanor of the first degree. If	665
the offender previously has been convicted of a violation of	666
division (B) of this section, illegal conduct of a quarter	667
auction is a felony of the fifth degree.	668
Sec. 2915.10. (A) No charitable organization that conducts	669
bingo or a game of chance pursuant to division (D) of section	670
2915.02 of the Revised Code shall fail to maintain the following	671
records for at least three years from the date on which the	672
bingo or game of chance is conducted:	673

(1) An itemized list of the gross receipts of each bingo	674
session, each game of instant bingo by serial number, each	675
raffle, each quarter auction, each punch board game, and each	676
game of chance, and an itemized list of the gross profits of	677
each game of instant bingo by serial number;	678
(2) An itemized list of all expenses, other than prizes,	679
that are incurred in conducting bingo or instant bingo, the name	680
of each person to whom the expenses are paid, and a receipt for	681
all of the expenses;	682
(3) A list of all prizes awarded during each bingo	683
session, each raffle, <u>each quarter auction</u> , each punch board	684
game, and each game of chance conducted by the charitable	685
organization, the total prizes awarded from each game of instant	686
bingo by serial number, and the name, address, and social	687
security number of all persons who are winners of prizes of six	688
hundred dollars or more in value;	689
(4) An itemized list of the recipients of the net profit	690
of the bingo or game of chance, including the name and address	691
of each recipient to whom the money is distributed, and if the	692
organization uses the net profit of bingo, or the money or	693
assets received from a game of chance, for any charitable or	694
other purpose set forth in division (V) of section 2915.01,	695
division (D) of section 2915.02, or section 2915.101 of the	696
Revised Code, a list of each purpose and an itemized list of	697
each expenditure for each purpose;	698
(5) The number of persons who participate in any bingo	699
session or game of chance that is conducted by the charitable	700
organization;	701

(6) A list of receipts from the sale of food and beverages

702

by the charitable organization or one of its auxiliary units or	703
societies, if the receipts were excluded from gross receipts	704
under division (T) of section 2915.01 of the Revised Code;	705
(7) An itemized list of all expenses incurred at each	706
bingo session, each raffle, each quarter auction, each punch	707
board game, or each game of instant bingo conducted by the	708
charitable organization in the sale of food and beverages by the	709
charitable organization or by an auxiliary unit or society of	710
the charitable organization, the name of each person to whom the	711
expenses are paid, and a receipt for all of the expenses.	712
(B) A charitable organization shall keep the records that	713
it is required to maintain pursuant to division (A) of this	714
section at its principal place of business in this state or at	715
its headquarters in this state and shall notify the attorney	716
general of the location at which those records are kept.	717
(C) The gross profit from each bingo session or game	718
described in division (0)(1) or (2) of section 2915.01 of the	719
Revised Code shall be deposited into a checking account devoted	720
exclusively to the bingo session or game. Payments for allowable	721
expenses incurred in conducting the bingo session or game and	722
payments to recipients of some or all of the net profit of the	723
bingo session or game shall be made only by checks or electronic	724
fund transfers drawn on the bingo session or game account.	725
(D) Each charitable organization shall conduct and record	726
an inventory of all of its bingo supplies as of the first day of	727
November of each year.	728
(E) The attorney general may adopt rules in accordance	729
with Chapter 119. of the Revised Code that establish standards	730
of accounting, record keeping, and reporting to ensure that	731

gross receipts from bingo or games of chance are properly	732
accounted for.	733
(F) A distributor shall maintain, for a period of three	734
years after the date of its sale or other provision, a record of	735
each instance of its selling or otherwise providing to another	736
person bingo supplies for use in this state. The record shall	737
include all of the following for each instance:	738
(1) The name of the manufacturer from which the	739
distributor purchased the bingo supplies and the date of the	740
purchase;	741
(2) The name and address of the charitable organization or	742
other distributor to which the bingo supplies were sold or	743
otherwise provided;	744
(3) A description that clearly identifies the bingo	745
supplies;	746
(4) Invoices that include the nonrepeating serial numbers	747
of all paper bingo cards and sheets and all instant bingo deals	748
sold or otherwise provided to each charitable organization.	749
(G) A manufacturer shall maintain, for a period of three	750
years after the date of its sale or other provision, a record of	751
each instance of its selling or otherwise providing bingo	752
supplies for use in this state. The record shall include all of	753
the following for each instance:	754
(1) The name and address of the distributor to whom the	755
bingo supplies were sold or otherwise provided;	756
(2) A description that clearly identifies the bingo	757
supplies, including serial numbers;	758
(3) Invoices that include the nonrepeating serial numbers	759

of all paper bingo cards and sheets and all instant bingo deals	760
sold or otherwise provided to each distributor.	761
(H) The attorney general or any law enforcement agency may	762
do all of the following:	763
(1) Investigate any charitable organization or any	764
officer, agent, trustee, member, or employee of the	765
organization;	766
(2) Examine the accounts and records of the organization;	767
(3) Conduct inspections, audits, and observations of bingo	768
or games of chance;	769
(4) Conduct inspections of the premises where bingo or	770
games of chance are conducted;	771
(5) Take any other necessary and reasonable action to	772
determine if a violation of any provision of sections 2915.01 to	773
2915.13 of the Revised Code has occurred and to determine	774
whether section 2915.11 of the Revised Code has been complied	775
with.	776
If any law enforcement agency has reasonable grounds to	777
believe that a charitable organization or an officer, agent,	778
trustee, member, or employee of the organization has violated	779
any provision of this chapter, the law enforcement agency may	780
proceed by action in the proper court to enforce this chapter,	781
provided that the law enforcement agency shall give written	782
notice to the attorney general when commencing an action as	783
described in this division.	784
(I) No person shall destroy, alter, conceal, withhold, or	785
deny access to any accounts or records of a charitable	786
organization that have been requested for examination, or	787

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obstruct, impede, or interfere with any inspection, audit, or	788
observation of bingo or a game of chance or premises where bingo	789
or a game of chance is conducted, or refuse to comply with any	790
reasonable request of, or obstruct, impede, or interfere with	791
any other reasonable action undertaken by, the attorney general	792
or a law enforcement agency pursuant to division (H) of this	793
section.	794
(J) Whoever violates division (A) or (I) of this section	795
is guilty of a misdemeanor of the first degree.	796
Section 2. That existing sections 2915.01, 2915.07, and	797
2915.10 of the Revised Code are hereby repealed.	798